



**PURCHASING ITEM
FOR
COUNCIL AGENDA**

1. Agenda Item Number:

16

2. Council Meeting Date:
March 27, 2008

TO: MAYOR & COUNCIL

3. Date Prepared: February 26, 2008

THROUGH: CITY MANAGER

4. Requesting Department: Management Svs

5. SUBJECT: Extend agreement WH7-890-2422 for Water Works Supplies to Dana Kepner, Empire West, Inc, and Ferguson Water Works, for a one-year period, in an amount not to exceed \$250,000.

6. RECOMMENDATION: Request the extension of agreement WH7-890-2422 for Water Works Supplies to Dana Kepner, Empire West Inc, and Ferguson Water Works, for a one-year period, in an amount not to exceed \$250,000.

7. HISTORICAL BACKGROUND/DISCUSSION: The requested extension is for the supply of a variety of water works products that are stocked in the City's Central Supply and used primarily by the Water Distribution division. In addition to items stocked in Central Supply, Water Distribution will purchase some of the requested items direct from the recommended suppliers. Some of the products available under the requested contract include hydrants, valves, copper and brass fittings, as well as mechanical joints, fittings, and pipe. During the past year, the City has spent \$210,000 for supplies on the current agreement.

8. EVALUATION PROCESS: On January 11, 2007, the City issued bid WH7-890-2422 for the purchase of Water Works supplies and an award was made to Dana Kepner, Empire West Inc., and Ferguson Water Works. The award was for a one-year period beginning April 1, 2007 with provisions to extend for four additional one-year periods. There are currently over 200 common-use items available on the contract and pricing is based on a discount from manufacturers list price. Staff is satisfied with the items and service provided by the vendors and is requesting a second year extension of the contract. Staff is requesting a not to exceed amount of \$250,000 to cover potential increased usage and emergencies.

9. FINANCIAL IMPLICATIONS:

Costs: \$250,000
Savings: N/A
Long Term Costs: N/A

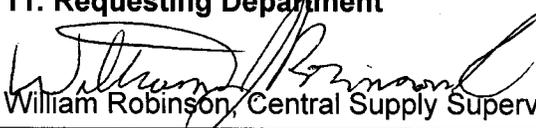
Fund Source:

<u>Acct. Name:</u>	<u>Fund Name:</u>	<u>Program Name:</u>	<u>CIP Funded:</u>	<u>Funds:</u>
101.0000.0000.1516	General Fund	Inventory	N/A	\$ 200,000
605.3800.0000.5330	Water Operating	Meter Related Parts	N/A	\$ 35,000
605.3800.0000.6714	Water Operating	Replacement Mains	N/A	\$ 15,000
				\$ 250,000

10. PROPOSED MOTION: Move to extend agreement WH7-890-2422 for Water Works Supplies to Dana Kepner, Empire West, Inc, and Ferguson Water Works, for a one-year period, in an amount not to exceed \$250,000.

APPROVALS

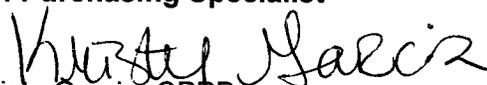
11. Requesting Department


William Robinson, Central Supply Supervisor

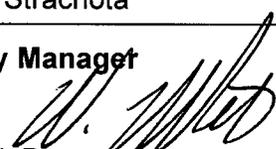
12. Department Head


Dennis Strachota

13. Purchasing Specialist


Kristy Garcia, CPPB

14. City Manager


W. Mark Pentz