

# Agenda Report

**TO:** CITY COUNCIL                      **DATE:** JULY 20, 1998

**FROM:** CITY MANAGER

**SUBJECT:** AUTHORIZATION TO ENTER INTO A CONTRACT WITH PACIFIC STATES CAST IRON PIPE COMPANY TO FURNISH AND DELIVER CEMENT LINED DUCTILE IRON PIPE FOR THE WATER AND POWER DEPARTMENT

## RECOMMENDATION:

It is recommended that the City Council i) accept the bid dated June 2, 1998, submitted by Pacific States Cast Iron Pipe Company to furnish and deliver cement lined ductile iron pipe for the Water and Power Department ii) reject all other bids and iii) authorize the Water and Power Department General Manager to enter into a two-year contract, with two optional one-year extensions, with Pacific States Cast Iron Pipe Company. The contract shall not exceed \$450,000 annually.

## BACKGROUND

Cement lined ductile iron pipe is used extensively by the Water and Power Department's Water Division for water main installation and repairs. The City's most recent contract for this material expired on April 14, 1998.

On May 15, 1998, specifications were issued in order to provide for a continuous source of material. As is typical with this procurement only two firms, both large manufacturing concerns, requested copies of the specifications.

Bids were opened on June 2, 1998; bid results are as follows:

Pacific States Cast Iron Pipe	\$389,630
United States Pipe and Foundry	\$411,005

The bid prices were based on estimated annual usage. The Water and Power Department orders ductile iron pipe on an as needed basis. A minimal amount of the material is stored at the warehouse in case of an emergency.

Pacific States Cast Iron Pipe has submitted the required affirmative action forms. The proposed contract is in compliance with the Affirmative Action in Contracting Ordinance P.M.C. 4.09 and the Competitive Bidding Ordinance P.M.C. 4.08.

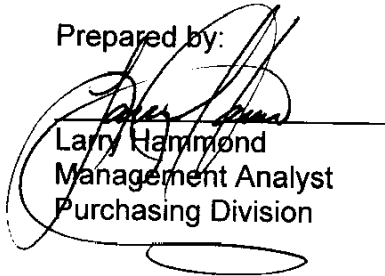
FISCAL IMPACT

Sufficient funds are available in the Water Division's Capital Improvement Program budget in accounts 1001 Main Distribution and 1019 Fire Protection System Improvements.

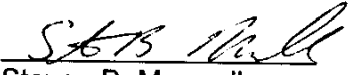
Respectfully submitted,

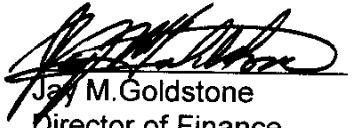
  
Cynthia J. Kurtz  
Acting City Manager


Prepared by:

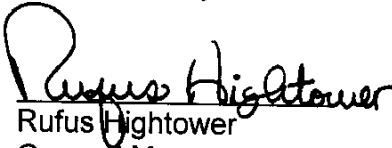
  
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