



AGENDA MEMORANDUM

Action Item for the City Council Meeting June 27, 2023

DATE: June 27, 2023

TO: Peter Zaroni, City Manager

FROM: Bill Mahaffey, Director of Gas Department

BillM@cctexas.com

361-826-1801

Josh Chronley, Assistant Director of Finance & Procurement

JoshC2@cctexas.com

361-826-3169

Epoxy Coated Pipe

CAPTION:

Motion authorizing the purchase of epoxy coated pipe from Hajoca Corp, dba Moore Supply, of Ardmore, PA, with an office in Corpus Christi, for \$239,339.10 to be utilized by Gas Operations, with FY 2023 funding from the Gas Capital Fund.

SUMMARY:

This motion authorizes the purchase of epoxy-coated pipe from Hajoca Corp dba Moore Supply, of Ardmore, PA, with an office in Corpus Christi, to be utilized by Gas Operations for the distribution of natural gas.

BACKGROUND AND FINDINGS:

The Gas Department purchases and stocks gas pipe for the distribution of natural gas.

PROCUREMENT DETAIL:

Finance & Procurement conducted a competitive Request for Bid process to obtain bids for the purchase of epoxy coated pipe. The City received two responsive, responsible bids for these items. Staff is recommending the award to the lowest, responsive,

responsible bidder Hajoca Corp dba Moore Supply. This product has been purchased on an as needed basis prior to this procurement.

ALTERNATIVES:

An alternative to accepting this bid would be to require the Gas Department to continue to purchase the epoxy-coated gas pipe on an as-needed basis, which would not be as productive. In addition, the long-term agreement allows for a better economy of scale.

FISCAL IMPACT:

The fiscal impact in FY 2023 is an amount of \$239,339.10 with funding available from the Gas Capital fund.

FUNDING DETAIL:

Fund:	4562 - Gas 2023 CIP
Organization/Activity:	E12132014562EXP
Department:	11
Project # (CIP Only):	E12132 - Gas Life Cycle Replacement Program
Account:	520150 - Meter & Service connection material

RECOMMENDATION:

Staff recommends approval of this motion authorizing this purchase with Hajoca Corporation dba Moore Supply as presented.

LIST OF SUPPORTING DOCUMENTS:

Bid Tabulation