



AGENDA MEMORANDUM

Action Item for the City Council Meeting September 19, 2023

DATE: September 19, 2023

TO: Peter Zanoni, City Manager

FROM: Wesley Nebgen, Director of Water System Infrastructure
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Supply Agreement for Ductile Iron Pipe Accessories

CAPTION:

Motion authorizing execution of a one-year supply agreement, with two one-year options, with Hajoca Corporation, dba Moore Supply Co., of Corpus Christi, in an amount not to exceed \$139,861.00 and a potential amount of \$419,583.00 if the options are exercised, for ductile iron pipe accessories to be utilized by Corpus Christi Water, with FY 2023 funding of \$23,310.17 from the Water Fund.

SUMMARY:

This motion authorizes a one-year agreement, with two one-year option periods for the purchase of ductile iron pipe accessories to be used on an as-needed basis by Corpus Christi Water.

BACKGROUND AND FINDINGS:

Corpus Christi Water uses ductile iron pipe accessories for use on new construction and to maintain existing city water lines. Due to the department's frequent need to purchase these items, a supply agreement will allow Corpus Christi Water to keep a well-stocked inventory readily available when needed.

PROCUREMENT DETAIL:

Finance & Procurement conducted a Request for Bid process to obtain bids for a new contract. The City received three bids and is recommending the award to the lowest responsible, responsive bidder and incumbent, Hajoca Corporation, dba Moore Supply Co. In comparison to the current expiring agreement, the new contract has a price increase of 10%.

ALTERNATIVES:

An alternative is to not enter into a service agreement, which would require separate procurements on an as needed basis.

FISCAL IMPACT:

The fiscal impact for FY 2023 is \$23,310.17.

FUNDING DETAIL:

Fund:	4010	Water
Organization/Activity:	31520	Treated Water Delivery System
Department:	45	Water
Project # (CIP Only):	N/A	
Account:	520130	Maint. & repairs

RECOMMENDATION:

Staff recommend approval of this motion with Hajoca Corporation, dba Moore Supply Co., as presented.

LIST OF SUPPORTING DOCUMENTS:

Bid Tabulation
Supply Agreement