



AGENDA MEMORANDUM

Action Item for the City Council Meeting April 11, 2023

DATE: April 11, 2023

TO: Peter Zaroni, City Manager

FROM: Wesley Nebgen, Assistant Director of Maintenance of Lines
WesleyN@cctexas.com
361-826-3111

Josh Chronley, Assistant Director of Finance-Procurement
JoshC2@cctexas.com
361-826-3169

Brass Fittings

CAPTION:

Motion authorizing execution of a one-year supply agreement, with two one-year options, with Ferguson Enterprises, LLC, of Corpus Christi, for the purchase of brass fittings for Corpus Christi Water in an amount not to exceed \$261,306.00, and a potential amount up to \$783,918.00, with FY2023 funding of \$217,755.00 from the Water Fund.

SUMMARY:

This motion authorizes a one-year supply agreement with two one-year options with Ferguson Enterprises, LLC of Corpus Christi, TX in an amount not to exceed \$261,306.00 to purchase brass service fittings for water lines for Corpus Christi Water. These brass fittings are for new and replacement installations for the main cut-off water to residential homes and businesses.

BACKGROUND AND FINDINGS:

The Corpus Christi Water warehouse purchases and stocks brass service fittings for use by Corpus Christi Water for new and replacement installations for the main water cut-off to residential homes and businesses.

PROCUREMENT DETAIL:

Finance & Procurement conducted a Request for Bid (RFB) Process to obtain bids. The City received two responsive, responsible bids. Staff is recommending the award to the lowest, responsive, responsible bidder and incumbent Ferguson Enterprises, LLC, of Corpus Christi. The price has increased approximately 27% in comparison to the previous supply agreement for brass fittings.

ALTERNATIVES:

An alternative to accepting this bid would be to require Corpus Christi Water to purchase the brass service fittings on an as needed basis, which would not be as productive. In addition, a long-term agreement allows for a better economy of scale.

FISCAL IMPACT:

The fiscal impact for Corpus Christi Water in FY 2023 is \$217,755.00

FUNDING DETAIL:

Fund:	4010	Water
Organization/Activity:	31520	Treated Water Delivery System
Department:	45	Water
Project # (CIP Only):		
Account:	520130	Maintenance and Repairs

RECOMMENDATION:

Staff recommends approval of this motion authorizing a one-year supply agreement with Ferguson Enterprises, LLC, of Corpus Christi as presented.

LIST OF SUPPORTING DOCUMENTS:

Bid Tabulation
Supply Agreement