



## **AGENDA MEMORANDUM**

Action Item for the City Council Meeting January 14, 2025

**DATE:** December 10, 2024

**TO:** Peter Zaroni, City Manager

**FROM:** Wesley Nebgen, Director of Water System Infrastructure  
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### **Retainers, Restraints, Gaskets and Related Supplies**

#### **CAPTION:**

Motion authorizing execution of a one-year supply agreement, with two one-year options, with Ferguson Enterprises, LLC, of Newport News, Virginia, with an office in Corpus Christi, in an amount not to exceed \$76,328.44, with a potential amount up to \$228,985.32 if options are exercised, for the purchase of retainers, restraints, gaskets, and related supplies for the Corpus Christi Water Department, with FY 2025 funding of \$76,328.44 from the Water Fund.

#### **SUMMARY:**

Supply agreement for retainers, restraints, gaskets, and related supplies to be utilized by Corpus Christi Water (CCW) to repair, replace, and construct water distribution mains.

#### **BACKGROUND AND FINDINGS:**

CCW purchases and stocks retainers, restraints, gaskets, and related supplies to repair and install water mains. These fittings are necessary when repairing or installing water distribution infrastructure and must be in inventory to avoid delays. Due to the department's frequent use of these items, an agreement is necessary to ensure water main repairs are not delayed due to supplier shortages or inadequate stocking levels.

**PROCUREMENT DETAIL:**

Finance & Procurement conducted a Request for Bid (RFB) Process to obtain bids. The City received three responsive, responsible bids. Staff recommend the award to the lowest, responsive, responsible bidder, Ferguson Enterprises, LLC of Corpus Christi.

Prices have increased by 3.64% compared to the previous contract with the same vendor. The tables below highlight the differences between the proposed and prior agreements.

| Description   | 2023        | 2024        | Variance<br>Total Cost | Variance<br>Percent<br>Increase |
|---|-------------|-------------|------------------------|---------------------------------|
| Retainers, Restraints,<br>Gaskets and Related<br>Supplies | \$73,644.52 | \$76,328.44 | \$2,683.92             | 3.64%                           |

**ALTERNATIVES:**

An alternative is to not enter into a supply agreement, which would require separate procurements on an as-needed basis, with the possibility of an increased cost per item due to variable market conditions.

**FISCAL IMPACT:**

The fiscal impact for CCW for FY 2025 is \$76,328.44 from the Water Fund.

**FUNDING DETAIL:**

|                        |             |                               |
|------------------------|-------------|-------------------------------|
| Fund:                  | 4010        | Water                         |
| Organization/Activity: | 31520       | Treated Water Delivery System |
| Department:            | 45          | Water                         |
| Project (CIP Only):    | N/A         |                               |
| Account:               | 520160      | Pipe, Fittings, Drainage      |
| Amount:                | \$76,328.44 |                               |

**RECOMMENDATION:**

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

**LIST OF SUPPORTING DOCUMENTS:**

Bid Tabulation  
Supply Agreement