

COUNCIL COMMUNICATION

From: The City Manager

Subject: Annual Supply of Water Services Boxes Changes

Manager's Recommendation:

I recommend acceptance of the low bid for water service boxes from HD Supply, Shelby Twp, MI, for fiscal year 2008-2009 and fiscal year 2009-2010 and that purchase orders be issued to them in amounts not to exceed \$187,857.27 and \$206,048.00 respectively.

This vendor meets all requirements of the Contract Compliance Provisions, Title 1, Chapter 14 §14.35 – 14.44 of the Saginaw Code of Ordinances.

Funds for this purchase are available in Water Operation and Maintenance Parts Account No. 591-4721-861-7330 and will be accounted for through Water Stores Asset Account No. 591-0000-1171-1130.

Justification:

On May 28, 2008 bids were received for annual supplies of water service boxes and other water parts to be used by the Right of Way Department, Maintenance and Service Division, in the construction and repair of the water distribution and transmission system. Only one vendor provided a complete bid for both years requested. An average cost comparison shows a 12.5% increase for the first year and a 10% increase for the second year.

Council Action:

Council_____ moved that the recommendation of the City Manager be approved.