



City of Denton

City Hall
215 E. McKinney Street
Denton, Texas
www.cityofdenton.com

AGENDA INFORMATION SHEET

DEPARTMENT: Materials Management

ACM: Mario Canizares

DATE: September 19, 2017

SUBJECT

Consider adoption of an ordinance of the City of Denton, Texas providing for, authorizing, and approving competitive proposals and awarding a contract for Electric Transmission Line Conductor Attachments and Pole Hardware for Denton Municipal Electric; providing for the expenditure of funds therefor; and providing an effective date (RFP 6412-awarded to Techline, Inc. in the three (3) year not-to-exceed amount of \$180,000 and to Irby Utilities, in the three (3) year not-to-exceed amount of \$200,000, for a grand total not to exceed of \$380,000).

FILE INFORMATION

Denton Municipal Electric (DME) has transmission line projects approved in its five (5) year Capital Improvement Plan (CIP) that will require installation of various attachments and pole hardware to complete the construction of transmission lines. The CIP projects include 7.3 miles of City Council approved DME routes and approximately 7.6 miles of additional projects that are in the planning stages. There are 41 different catalog items being purchased as a part of this RFP. Conductor attachments and pole hardware are used to connect insulators, conductors and compression fittings to each other, poles, or to other equipment. Materials will be ordered on an as needed basis to maintain appropriate stocking levels in the City's Distribution Center. As these commodities are "common stock items" in the Distribution Center working capital inventory under City of Denton General Government, they are not reviewed by the Public Utilities Board.

Requests for Proposals were sent to 260 prospective suppliers for these items. In addition, specifications were placed on the Materials Management website for prospective suppliers to download and advertised in the local newspaper. Three (3) proposals were received. The proposals were evaluated based upon published criteria including performance, delivery, compliance with specifications, and price. A Best and Final Offer was solicited which resulted in the addition of one line item but no unit price changes. Staff recommends awarding by line item as shown on Exhibit 2 in order to obtain the best value.

RECOMMENDATION

Award a contract for electric transmission line conductor attachments and pole hardware for Denton Municipal Electric to Irby Utilities in the three years not-to-exceed amount of \$200,000 and Techline, Inc. for the three (3) year not-to-exceed amount of \$180,000. This amount includes a contingency for unforeseen maintenance/repairs/ new projects.

PRINCIPAL PLACE OF BUSINESS

Irby Utilities
Fort Worth, TX

Techline Inc.
Fort Worth, TX

ESTIMATED SCHEDULE OF PROJECT

This is an initial one (1) year contract with options to extend the contract for two (2) additional one (1) year periods, with all terms and conditions remaining the same.

FISCAL INFORMATION

The items in this RFP will be funded out of the Distribution Center working capital account and charged back to the using department. The costs for material purchased under the proposed agreement will be funded out of amounts budgeted for specific projects. The costs for material purchased under the proposed agreement will be funded out of amounts budgeted for specific projects. The work proposed will be in the transmission category. These costs for transmission projects will ultimately be recovered through the Public Utility Commission Transmission Cost of Service Program (TCOS).

STRATEGIC PLAN RELATIONSHIP

The City of Denton's Strategic Plan is an action-oriented road map that will help the City achieve its vision. The foundation for the plan is the five long-term Key Focus Areas (KFA): Organizational Excellence; Public Infrastructure; Economic Development; Safe, Livable, and Family-Friendly Community; and Sustainability and Environmental Stewardship. While individual items may support multiple KFAs, this specific City Council agenda item contributes most directly to the following KFA and goal:

Related Key Focus Area: **Public Infrastructure**
Related Goal: **2.5 Develop Capital Improvement Program (CIP) based on community needs**

EXHIBITS

Exhibit 1: Agenda Information Sheet
Exhibit 2: Evaluation and Ranking Sheet
Exhibit 3: Ordinance
Exhibit 4: Irby Utilities Contract
Exhibit 5: Techline, Inc. Contract

Respectfully submitted:
Galen Gillum, 349-7656
Director of Capital Projects

For information concerning this acquisition, contact: Karen Smith at 940-349-8436