

- Report of Contracts for Equipment, Materials, Supplies, and Routine Services for the First and Second Quarters of Fiscal Year 2006/2007

## Summary

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Pursuant to Administrative Code Sections 2720 (3) and 8122 (g), the Report of Contracts for Equipment, Materials, Supplies, and Routine Services of \$250,000 or above for the first and second quarters of fiscal year 2006/2007 is submitted in this report.

## Attachments

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Exhibit A is a table of contracts budgeted under the authority of the Department of the General Manager that were executed during the reporting period. The contracts have a maximum amount of \$250,000 or above. Four of the contracts listed were not a result of competitive acquisitions for the reasons described below.

PO 79812 is for sludge hauling services at La Verne. This sludge hauling agreement was renewed for one year with the current contractor until the new Weymouth solids handling (dewatering) facility could be made operational in June 2007. The contract was cancelled effective February 8, 2007 because the solids handling facility is now fully operational.

PO 79893 is for aluminum sulfate. This is a one-year requirements contract for Metropolitan's primary coagulant, aluminum sulfate. This agreement was negotiated with Metropolitan's existing supplier who is the only contractor that can furnish 100% of our requirements. This contract maintains reliable supply at a very competitive price and enables Metropolitan to solicit competitive proposals by the next fiscal year, which may result in a multiple contract award.

PO 81708 is for ferric chloride. This is a one-year requirements contract for the coagulant, ferric chloride. It is used exclusively at the Skinner Plant because it is more effective in turbidity removal there. This negotiated agreement with Metropolitan's existing supplier provides ferric at a competitive price and makes it possible to solicit competitive proposals for contract award in the next fiscal year.

PO 81364 is for vans and trucks. MWD took advantage of pricing and terms established by the State of California in accordance with Administrative Code Provision 8140 (m).

## Detailed Report

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In order to maintain core District functions, the General Manager has the authority pursuant to Administrative Code Sections 2720 (3) and 8121, to execute all contracts for the purchase of materials, supplies, and other consumable items such as fuel and water treatment chemicals, and for routine services provided. Sufficient funds are available within the annual budget.

**Exhibit A: First and Second Quarter 2006/2007**

**Contracts for Equipment, Supplies and Routine Services**

<u>Supplier Name</u>	<u>Contract Description</u>	<u>Start Date</u>	<u>End Date</u>	<u>PO Number</u>	<u>Contract Maximum</u>
Fleet Transportation Svcs.	Blanket- Sole Source for sludge hauling at La Verne	7/15/2006	7/14/2007	**79812	544,000.00
Rhodia, Inc.	Blanket-Sole Source for Aluminum Sulfate-all locations	7/15/2006	7/14/2007	**79893	4,520,400.00
Victor Buick	Standard PO-Piggyback on State of Calif. For Vans & Trucks Req. 160328	One-time Payment		**81364	936,485.12
Diversified Maintenance	Contract for Janitorial Services at Union Station - RFB 147636	Year 1 of 5 11/01/2006	10/31/2007	*81667	725,000.00
Kemira Water Solutions	Blanket - Sole Source for Ferric Chloride	11/01/2006	11/15/2007	*81708	1,500,000.00
Pioneer Americas, Inc.	Blanket for Sodium Hypochlorite for Water Quality - RFB 158761	Year 3 of 3 11/16/2006	11/15/2007	65169-02	609,000.00
ITL Incorporated	Blanket for Fuel, Inland Region - RFB 137950	Year 2 of 3 12/01/2006	11/30/2007	74346-01	900,000.00
Parker Oil Products	Blanket for Fuel,Desert Region - RFB 137950	Year 2 of 3 12/01/2006	11/30/2007	74459-01	290,000.00
<b>Total</b>					<b>10,024,885.12</b>

\*These Agreements contain provisions that allow them to be negotiated annually for a period from one to five years.

\*\* Sole Source: These are purchases that were made in accordance with Administrative Code provision 8140 (e;m)