



● **Report of Contracts for Equipment, Materials, Supplies and Routine Services for the Second Quarter of Fiscal Year 2009/2010**

Summary

Pursuant to Administrative Code Sections 2720(3) and 8121, the Report of Contracts for Equipment, Materials, Supplies, and Routine Services of \$250,000 or above for the second quarter of fiscal year 2009/10 is submitted in this report.

Attachments

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 in accordance with Administrative Code Sections 2720(3) and 8121. Administrative Code Section 8121 specifies authorization to award contracts for equipment, materials, supplies and routine services. Administrative Code Section 2720(3) specifies quarterly reports for the award of such contracts.

The nine contracts, awarded in the 2nd Qtr FY 2009/10, have a maximum amount of \$250,000 or above. Five were awarded as the result of competition. Listed below are descriptions of sole source contracts pursuant to Administrative Code Section 8140.

POs 88706-02 and 88707-02 are one-year renewal sole source contracts for Solvay Fluorides, LLC and LCI, Ltd. respectively, to provide water treatment bulk hydrofluorosilicic acid, used to fluoridate the drinking water. Bidding did not prove advantageous per Administrative Code Section section 8140(e). No one supplier was capable of meeting all of Metropolitan's needs. Therefore, two different supplier contracts were placed in order to meet all requirements.

PO 109480 is a one-time, sole source purchase for design and construction of a 66kV transmission line and a substation for service at the Weymouth facility. The transmission line will provide increased power to support addition of the ozonation facility. The contract was awarded under Administrative Code Section 8140 (a) as Southern California Edison is the sole provider of commercial power in the Weymouth plant area. The Board approved funding per Board letter 8-4, at the January 2007 Board meeting. This PO covers the third of three payments.

PO 108441 is a one-time sole source purchase for design and construction of a 66kV transmission line and a substation for service at the Diemer facility. The transmission line will provide increased power to support addition of the ozonation facility. The contract was awarded under Administrative Code Section 8140(a) as Southern California Edison is the sole provider of commercial power in the Diemer plant area. The Board approved funding per Board letter 8-4, at the January 2007 Board meeting. This PO covers the second of three payments.

Detailed Report

In order to maintain core District functions, the General Manager has the authority pursuant to Administrative Code Sections 8140, to execute all contracts for the purchase of materials, supplies, and other consumable items and for routine services provided. Materials, supplies and items include fuels, water treatment chemicals, and bulk items. Sufficient funds are available within the annual budget.

**Exhibit A: Second Quarter 2009/2010
 Contracts for Equipment, Supplies, and Routine Services**

<u>Supplier Name</u>	<u>Contract Description</u>	<u>Start Date</u>	<u>End Date</u>	<u>P.O. Number</u>	<u>Maximum</u>
Southern California Edison Co.	Standard PO - Sole Source for design and installation of a 66kV transmission line and substation for Diemer facility	10/15/2009	One time	**108441	\$5,682,775.00
Southern California Edison Co.	Standard PO - Sole Source for design and installation of a 66kV transmission line and substation for Weymouth facility	12/17/2009	One time	**109840	\$4,691,700.00
Stockmar-Elite Company	Blanket - Best Value solicitation for Agency temporary labor.	11/1/2009 Year 1of 5	10/31/2010	*103906	\$500,000.00
Southern Counties Oil Co.	Blanket - Bid for bulk unleaded fuel for Inland facilities	10/1/2009 Year 2 of 5	9/30/2010	*99395-01	\$2,350,000.00
Parker Oil Products, Inc.	Blanket - Bid for unleaded fuel for Desert facilities	10/1/2009 Year 2 of 5	6/30/2010	*99411-01	\$540,000.00
Solvay Fluorides, LLC	Blanket - Sole Source for Fluorosilicic Acid Requirements for Jensen and Weymouth	11/1/2009 Year 3 of 5	10/31/2010	***88706-02	\$2,000,000.00
LCI, Ltd.	Blanket - Sole Source for Fluorosilicic Acid Requirements for Diemer, Mills and Skinner	11/1/2009 Year 3 of 5	10/31/2010	***88707-02	\$2,200,000.00
Air Products and Chemicals, Inc.	Blanket - Bid for liquid oxygen	11/1/2009 Year 3 of 5	10/31/2010	*90225-02	\$1,155,000.00
W. W. Grainger, Inc.	Master - Bid for industrial supplies	12/1/2009 Year 4 of 5	11/30/2010	*75985-04	\$406,000.00
Total					\$19,525,475.00

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

**Sole Source: These are purchases that were not bid but awarded in accordance with Administrative Code provision 8140.

***These Agreements contain provisions for renewals up to 5 years and do not require competitive bidding in accordance with Admin Code provision 8140