COUNCIL COMMUNICATION				
CITY OF DES MOINES OFFICE OF THE CITY MANAGER	Number:	24-059	Meeting:	February 19, 2024
	Agenda Item:	39	Roll Call:	24-0266
	Submitted by:	Nickolas Schaul, Finance Director		

AGENDA HEADING:

Approving the purchase of portable sewer rehabilitation equipment and trailer for use by the Sewers Division of the Department of Public Works.

SYNOPSIS:

Recommend approval of the purchase of a portable mortar application system from AP/M Permaform (1779 Chessie Lane, Ottawa, IL 61350) as the sole area-wide distributor exempted from competitive bidding requirement for good cause shown pursuant to Section 2-710(c) of the Municipal Code of the City of Des Moines as approved by the City Manager's Office.

FISCAL IMPACT:

Amount: \$140,200

Funding Source: Fiscal Year (FY) 2023-2024 Operating Budget, Equipment Replacement Fund,

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ADDITIONAL INFORMATION:

- The existing 2016 model year of mortar application equipment was identified as meeting
 replacement criteria by the Fleet Oversight Committee and was recommended for replacement.
 Based on necessary equipment requirements of this specialized equipment and a reduction in the
 number of potential suppliers since the previous purchase in 2016, it was determined that AP/M
 Permaform can provide all necessary features and functions essential for sewer rehabilitation work
 on Des Moines sewers infrastructure.
- The actual application equipment is a very narrow specialized niche in the sewers pipe rehabilitation industry. Use of good cause shown to exempt from competitive bidding is consistent with an anticipated inability to garner multiple responses that are compliant with existing equipment. There is demonstrated value in continuing the use of AP/M Permaform equipment and the proposed cost is less than 3.375% average annual inflation over an eight (8) year life cycle.

PREVIOUS COUNCIL ACTION(S):

<u>Date</u>: January 25, 2016

Roll Call Number: 16-0136

<u>Action</u>: <u>Exception</u> to procurement ordinance competitive bidding requirement for good cause for one replacement mortar trailer from AP/M Perform for use by the Public Works Department, \$110,000. (Council Communication No. 16-027) Moved by Hensley to adopt. Motion Carried 7-0.

BOARD/COMMISSION ACTION(S): NONE

ANTICIPATED ACTIONS AND FUTURE COMMITMENTS: NONE

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