That the Clark County Water Reclamation District Board of Trustees approve and authorize the General Manager to issue purchase orders to Parkson Corporation, a sole source manufacturer/supplier, for the procurement of Hycor replacement parts and subassemblies, from July 1, 2011 through June 30, 2012, and authorize the General Manager the option to renew for an additional one-year period, District CBE No. 905-11.

FISCAL IMPACT:

Fund #: O&M Fund Account  Fund Name: CCWRD Fund Accounts
Fund Center: CCWRD  Funded Pgm/Grant: N/A
Description: Hycor Replacement Parts  Amount: $256,453

Total expenditures for these parts are not-to-exceed $256,453. Funds are estimates and are to be allocated and spent based on approved budgets and availability of funds within the fiscal periods as follows:

FY 11/12 - $125,099 CCWRD O&M Account  FY 12/13 - $131,354 CCWRD O&M Account

BACKGROUND:

The District’s Headworks Facility utilizes bar screens to remove heavy debris from the influent before it is directed to the grit pumps. The grit pumps will sustain significant damage if the heavy debris is not removed from the influent prior to entering the pumps. The Hycor drive and spiral subassemblies are key components in the operation of the bar screen process. On April 17, 2007, the Board approved CBE No. 652-07 for the purchase of Hycor replacement parts from Parkson Corporation, a sole source manufacturer/supplier of these parts. The CBE expires on April 16, 2011. In order to assure continuous system operation an on-site inventory of replacement parts and subassemblies is required.

To ensure reasonableness and competitive pricing of the Hycor replacement parts offered by Parkson Corporation, District staff conducted a local market research and re-affirmed that Parkson Corporation is the only original manufacturer/supplier of the subject product and is the only source for replacement parts. The District is now requesting approval to enter into a new contract with Parkson Corporation (LBE) for these requirements. Orders delivered via UPS, Federal Express or other carriers from out of state are considered drop shipments, and do not require the supplier to have a business license.
In accordance with NRS 332.115(1)(a) and (d), the competitive bidding process is not recommended because
the parts can only be purchased from a sole source distributor and are compatible with existing equipment.
District equipment can use only Hycor parts and there is only one manufacturer/distributor.

This agenda item has been reviewed and approved by the District Attorney’s Office.

Respectfully submitted,

RICHARD MENDES
General Manager

May 3, 2011
RM:sl