

Thursday, April 19, 2007

Purchasing Office RECOMMENDATION FOR COUNCIL ACTION

Item No. 20

Subject: Authorize award and execution of a 24-month requirements service contract with JG ARCO-IRIS PAINTING CONTRACTORS, LLC, Austin, TX for painting services in an estimated amount not to exceed \$500,000, with two 12-month extension options in an estimated amount not to exceed \$250,000 per extension option, for a total estimated contract amount not to exceed \$1,000,000.

Amount and Source of Funding: Funding in the amount of \$125,000 is available in the Fiscal Year 2006-2007 Operating Budget of the Finance and Administrative Services Department, Building Services Division. Funding for the remaining 18 months of the original contract period and extension options is contingent upon available funding in future budgets.

Fiscal Note: There is no unanticipated fiscal impact. A fiscal note is not required.

For More Information: Sydney Ceder, Senior Buyer/974-2035

Purchasing Language: Lowest bid of two bids received.

MBE/WBE: This contract will be awarded in compliance with Chapter 2-9C of the City Code (Minority-Owned and Women-Owned Business Enterprise Procurement Program). No subcontracting opportunities were identified, therefore, no goals were established for this solicitation.

This contract establishes a reliable source for interior and exterior maintenance painting, remodeling painting and related services such as wall preparation, taping and floating, texturing, and related minor moving. Historically, this contract has provided for maintenance painting in 15 to 20 City-owned facilities per year, including health clinics, Fire and EMS stations, neighborhood centers and other buildings. This contract will provide for labor, supplies and related equipment, with the exception of paint, which the City supplies.

The owner, an Hispanic male, is in the process of MBE certification with DSMBR. MBE/WBE Solicited: 8/12 MBE/WBE Bid: 0/1

PRICE ANALYSIS

a. Adequate competition.

b. Fifty-four notices were sent, including eight MBEs and twelve WBEs. Five solicitations were issued including one WBE and one MBE. Two bids were received, including one WBE. Two "No Bids" were received.

c. The pricing offered represents an approximate 5% decrease from the last contract award in May 2004.

APPROVAL JUSTIFICATION

a. Lowest bid.

- b. The Purchasing Office concurs with Building Services' recommended award.
- c. Advertised in the Austin American-Statesman and on the Internet.