Thursday, May 3, 2007

Purchasing Office RECOMMENDATION FOR COUNCIL ACTION

Item No. 21

Subject: Authorize award and execution of a 12-month requirements service contract with SENTRY SECURITY AND INVESTIGATIONS, L.P., Austin, TX (MBE/MH) for security guard services in an estimated amount not to exceed \$123,615, with two 12-month extension options in an estimated amount not to exceed \$123,615 per extension option, for a total estimated contract amount not to exceed \$370,845.

Amount and Source of Funding: Funding in the amount of \$51,506 is available in the Fiscal Year 2006-2007 Operating Budget of the Austin Water Utility. Funding for the remaining seven 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: Steve Aden, Supervising Sr. Buyer, 974-2021.

Purchasing Language: Lowest bid of four 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.

Boards and Commission Action: Recommended by the Water & Wastewater Commission.

This contract will establish a 12-month service agreement for unarmed security guard services at the Austin Water Utility. The contract will provide for unarmed guards to monitor and secure City property, 24-hours per day, seven days a week, at Waller Creek Plaza facility.

MBE/WBE solicited: 1/1 MBE/WBE bid: 1/0

PRICE ANALYSIS

- a. Adequate competition.
- b. Two hundred thirty-five notices were sent, including one MBE and one WBE. Twenty-one solicitations were issued, including eight MBEs and one WBE firm. Four bids were received, including one MBE. c. The pricing offered represents a 13% increase from the last contract award April 2004. This increase can be attributed to the rising costs for labor. The current contractor is Diamond Detective Agency, Chicago, IL.

APPROVAL JUSTIFICATION

- a. Lowest bid.
- b. The Purchasing Office concurs with Austin Water Utility's recommended award.
- c. Advertised in the Austin American-Statesman and Internet.