

Thursday, June 21, 2007

Purchasing Office RECOMMENDATION FOR COUNCIL ACTION

Item No. 92

Subject: Authorize award and execution of a 24-month requirements supply contract with GT DISTRIBUTORS, INC., Austin, TX, for ammunition in an estimated amount not to exceed \$358,280, with two 12-month extension options in an estimated not to exceed \$179,140 per extension option, for a total estimated not to exceed \$716,560.

Amount and Source of Funding: Funding in the amount of \$40,336 is available in the Fiscal Year 2006-2007 Operating Budget of the Austin Police Department and \$4,449 is available in the Fiscal Year 2006-2007 Operating Budget of the Public Safety and Emergency Management Department. Funding for the remaining 21 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 2-9D of the City Code (Minority-Owned and Women-Owned Business Enterprise Procurement Program). No subcontracting opportunities were identified; therfore, no goals were established for this solicitation.

This contract will provide for duty and training ammunition for police officers and training academy cadets. The Austin Police Department (APD) provides ammunition for officers and cadets to use for practice, to carry while on duty, for annual qualification of officers at the firing range and for use when attending various classes offered at the APD Training Academy. All APD officers are required by State law and departmental policy to qualify with all weapons they are authorized to carry, including handguns, shotguns and rifles. Officers qualify annually at the Training Academy range by firing at a variety of targets (depending on the weapon), where they are rated for accuracy. A minimum score must be attained for each type of weapon.

The types of ammunition provided under these contracts will be 223 caliber rifle ammunition, 12 guage slug, and various calibers of handgun ammunition.

MBE/WBE Solicited: 2/3 MBE/WBE Bid: 0/0

Price Analysis

a. Adequate competition.

b. Forty-three notice were sent including two MBEs and three WBEs. Two bids were received, with no response from the MBEs/WBEs.

c. The pricing offered represents an approximate 15% increase to the last contract award in December 2004. This increase is due to the increase in the cost of the raw materials required in the manufacture of the ammunition and transportation.

Approval Justification

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