

AGENDA



Wednesday, June 18, 2008

**Purchasing Office
RECOMMENDATION FOR COUNCIL ACTION**

Item No. 53

Subject: Authorize award and execution of a 36-month requirements supply contract with KLEPZIG MATERIAL & TRUCKING, Hutto, TX, for decomposed granite aggregate in an estimated amount not to exceed \$330,000, with three 12-month extension options in an estimated amount not to exceed \$110,000 per extension option, for a total estimated contract amount not to exceed \$660,000.

Amount and Source of Funding: Funding in the amount of \$27,500 is available in the Fiscal Year 2007-2008 Operating Budget of the Parks and Recreation Department. Funding for the remaining 33 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: Cruz Banda, Buyer II/974-2133

Purchasing Language: Lowest bid of three 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; therefore, no goals were established for this solicitation.

This contract will provide decomposed granite aggregate that is used by the Parks and Recreation Department (PARC) personnel for the construction, maintenance, and resurfacing of natural park trails and greenbelts such as the Lady Bird Lake Hike and Bike trail, Zilker Park, and Fiesta Gardens.

This material comes from granite that has decomposed through years of the natural process. It does not contain any type of chemical. Decomposed granite aggregate provides a safe, attractive, and long lasting trail surface once it is spread, smoothed, and compacted. This material is an excellent substitute for impervious walks since it is porous and allows for drainage and resists erosion.

The decomposed granite aggregate is delivered in trucks to various PARC sites for immediate use or for stockpiling to accommodate maintenance and trail repair on an as needed basis.

MBE/WBE solicited: 4/1 MBE/WBE bid: 0/0

PRICE ANALYSIS

- a. Adequate competition.
- b. Twenty-seven notices were sent, including four MBEs and one WBE. Three bids were received with no response from the MBE/WBEs.
- c. The pricing offered represents a 10% increase to the last contract award in July 2004. The increase is due to the rise in transportation costs.

APPROVAL JUSTIFICATION

- a. Lowest bid. Klepzig Material and Trucking is not the current provider of this material.
- b. The Purchasing Office concurs with the Parks and Recreation Department's recommended award.
- c. Advertised in the Austin American-Statesman and the Internet.