

AGENDA



Thursday, November 19, 2009

**Purchasing Office
RECOMMENDATION FOR COUNCIL ACTION**

Item No. 44

Subject: Authorize award and execution of a 24-month requirements supply contract with CUSTOM CRETE, Austin, TX for ready-mix concrete in an estimated amount not to exceed \$860,942, with three 12-month extension options in an estimated amount not to exceed \$430,471 per extension option, for a total estimated contract amount not to exceed \$2,152,355.

Amount and Source of Funding: Funding in the amount of \$358,726 is available in the Fiscal Year 2009-2010 Operating Budget of Austin Energy. Funding for the remaining 14 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: Terry Nicholson, Senior Buyer/512-322-6586

Purchasing Language: Lowest bid of four 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.

Boards and Commission Action: Recommended by the Electric Utility Commission.

This contract will provide Austin Energy with ready access to an estimated 6,190 cubic yards of six different types of ready-mix concrete for use on various installation and maintenance projects on an as needed basis. The use of ready-mix concrete includes, but is not limited to encasement of electrical conduits, concrete repairs, and the installation of pull boxes and transformer pads.

Custom Crete is in compliance with Texas Commission on Environmental Quality regulations. MBE/WBE solicited: 3/4 MBE/WBE bid: 1/1

PRICE ANALYSIS:

- a. Adequate competition.
- b. Twenty notices were sent, including three MBEs and 4 WBEs. Four bids were received, including one MBE and one WBE.
- c. The pricing offered represents a 1% increase to the last contract award in August 2005.

APPROVAL JUSTIFICATION

- a. Lowest bid. Custom Crete is the current provider of these products.
- b. The Purchasing Office concurs with Austin Energy's recommended award.
- c. Advertised on the Internet.