

## A G E N D A



## Recommendation for Council Action (Purchasing)

Austin City Council	Item ID:	6949	Agenda Number	17.
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Meeting Date:	June 9, 2011
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Department:	Purchasing
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## Subject

Authorize award and execution of a 12-month requirements supply contract with JAE GROUP, INC., Austin, TX for the purchase of topsoil and sandy loam for Austin Energy in an estimated amount not to exceed \$14,940, with four 12-month extension options in an estimated amount not to exceed \$14,940 per extension option, for a total estimated contract amount not to exceed \$74,700.

## Amount and Source of Funding

Funding in the amount of \$4,980 is available in the Fiscal Year 2010-2011 Operating Budget of Austin Energy. Funding for the remaining eight 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.

Purchasing Language:	Lowest bid of two bids received.
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Prior Council Action:	
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For More Information:	Gage Loots, Buyer II/512-322-6118
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Boards and Commission Action:	Recommended by the Electric Utility Commission.
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MBE / WBE:	This contract will be awarded in compliance with Chapter 2-D 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.
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Related Items:	
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## Additional Backup Information

This contract is for the purchase of topsoil and sandy loam for Austin Energy's (AE) use on an as-needed basis. The materials will be used by AE for various restoration projects. These projects include restoring right-of-way properties and private properties after electrical installations or maintenance. These materials may also be used for refilling areas that were excavated to safely isolate, remove, and properly dispose of any contaminated soil. The materials will, at AE's option, be picked up at the contractor's facility or delivered to a specified job site.

MBE/WBE solicited: 1/0

MBE/WBE bid: 0/0

### **BID TABULATION**

IFB No. GAL0016  
Topsoil & Sandy Loam  
(6 – line items)

#### **Vendor**

#### **Total Bid**

JAE Group, Inc.  
Austin, TX

\$14,940.20

Marcelo's Sand & Loam  
Austin, TX

\$16,840.00

A complete bid tabulation is on file in the Purchasing Office and is on the City of Austin, FASD Purchasing Office website.

### **MBE/WBE SUBCONTRACTOR PARTICIPATION SUMMARY**

Although no goals were established for this solicitation, JAE Group, Inc. identified the following subcontracting opportunities:

<b><u>NON MBE/WBE TOTAL - PRIME</u></b>	<b><u>\$5,229.20</u></b>	<b><u>35%</u></b>
JAE Group, Inc., Austin, TX	\$5,229.20	35%

<b><u>NON MBE/WBE TOTAL - SUBCONTRACTOR</u></b>	<b><u>\$9,711.00</u></b>	<b><u>65%</u></b>
Loftin Trucking, Austin, TX (Delivery Services)	\$4,482.00	30%
Tiki Trucking, LP Lago Vista, TX (Delivery Services)	\$5,229.00	35%

### **PRICE ANALYSIS**

- Adequate competition.
- Thirty-six notices were sent, including one MBE. There are no known WBEs for this commodity. Two bids were received, with no response from the MBE.
- The pricing offered represents a 1% decrease from the last contract award made February 2006.

**APPROVAL JUSTIFICATION**

- a. Lowest bid received. JAE Group, Inc. is not the current provider of these goods; however, JAE Group, Inc. is a subsidiary of the current provider, JAE Construction, Inc.
- b. The Purchasing Office concurs with Austin Energy's recommended award.
- c. Advertised on the Internet.