

A G E N D A



Recommendation for Council Action (Purchasing)

Austin City Council	Item ID:	14310	Agenda Number	46.
---------------------	----------	-------	---------------	-----

Meeting Date:	April 26, 2012
---------------	----------------

Department:	Purchasing
-------------	------------

Subject

Authorize award and execution of a 24-month requirements supply contract with OLDCASTLE APG TEXAS, INC. DBA CUSTOM CRETE for the purchase of ready-mix concrete for use by Austin Energy for electrical installation and maintenance projects in an estimated amount not to exceed \$1,166,560, with three 12-month extension options in an estimated amount not to exceed \$583,280 per extension option, for a total estimated contract amount not to exceed \$2,916,400.

Amount and Source of Funding

Funding in the amount of \$218,730 is available in the Fiscal Year 2011-2012 Capital Budget of Austin Energy and \$24,303 is available in the 2011-2012 Operating Budget of Austin Energy. Funding for the remaining nineteen months of the original contract period and extension options is contingent upon available funding in future budgets.

Fiscal Note

A fiscal note is attached.

Purchasing Language:	Lowest bid received.
----------------------	----------------------

Prior Council Action:	
-----------------------	--

For More Information:	Gage Loots, Buyer II/512-322-6118
-----------------------	-----------------------------------

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

Related Items:	
----------------	--

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.
------------	---

Additional Backup Information

This contract is to provide Austin Energy (AE) with various types of ready-mix concrete to be purchased on an as-needed basis. Ready-mix concrete is a type of concrete that is manufactured in a factory or batching plant according to a set recipe, and then delivered to a work site by truck mounted transit mixers. AE will use this concrete for various installation and maintenance projects; including, but not limited to encasement of electrical conduit, concrete repairs, installation of pull boxes, and creation of pads for substation equipment such as transformers, switchgear, and circuit breakers.

MBE/WBE solicited: 4/0

MBE/WBE bid: 0/0

BID TABULATION

IFB No. GAL0035

Ready-Mix Concrete

(9 – line items)

<u>Vendor</u>	<u>Total Bid Amount □ 12 months</u>
Oldcastle APG Texas, Inc. dba Custom Crete Austin, TX	\$583,280
JAE Group, Inc. Austin, TX	\$734,275

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

PRICE ANALYSIS

- Adequate competition.
- Seventy-four notices were sent, including four MBEs. There are no known WBEs for this commodity code. Two bids were received, with no response from the MBEs.
- The pricing offered represents an 11.68% increase from the last contract award made December 2009. The price increase is due to higher raw material and transportation costs.

APPROVAL JUSTIFICATION

- Lowest bid. Oldcastle APG Texas, Inc. dba Custom Crete is the current provider of these goods.
- The Purchasing Office concurs with Austin Energy's recommended award.
- Advertised on the Internet.