

A G E N D A



Recommendation for Council Action (Purchasing)

Austin City Council		Item ID:	15650	Agenda Number	17.
Meeting Date:		June 7, 2012			
Department:		Purchasing			
Subject					
Authorize award and execution of a 3-month requirements service contract through the TEXAS LOCAL GOVERNMENT PURCHASING COOPERATIVE (BUYBOARD) with GOVDEALS, INC., for auction services for various City Departments in an estimated amount not to exceed \$58,831, with two 12-month extension options in estimated amounts not to exceed \$282,389 for the first extension option, and \$338,866 for the second extension option, for a total estimated contract amount not to exceed \$680,086.					
Amount and Source of Funding					
Funding in the amount of \$82,363 is available in the 2011-2012 Operating Budget of the Austin Police Department (\$10,500); FASD-Materials Management Department (\$1,750); and Chief of Staff-Fleet Services Department (\$70,113). Funding for the remaining 24 months is contingent upon available funding in future budgets of the above listed departments.					
Fiscal Note					
There is no unanticipated fiscal impact. A fiscal note is not required.					
Purchasing Language:		Cooperative Purchase			
Prior Council Action:					
For More Information:		Cruz Banda, Buyer II, 972-4022			
Boards and Commission Action:					
Related Items:		This Cooperative Purchase is exempt from the MBE /WBE Ordinance. This exemption is in compliance with Chapter 2-9C 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 contract.			

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Additional Backup Information	
<p>This contract is for auction services to sell the City's surplus fleet vehicles and equipment, office furniture, small tools, power tools, electronics, computers, and other miscellaneous items.</p> <p>GovDeals, Inc. is the leading source for selling surplus materials, equipment and vehicles for government entities. It provides a means for government entities to list items for sale and for potential buyers to bid upon those items via an Internet based auction system. The web based application used by GovDeals ("GovDeals Auction Server") allows users to submit items to auction and at the same time to maintain information about those assets. GovDeals provides assistance and research to determine comparable/fair market values; provides marketing of on-line auction service to potential buyers, and has a staffed help desk on weekdays. They also provide training and support services either on-site or via telephone and the Internet.</p> <p>GovDeals fee is based on the final sale price of the item. For each auction item that sells for less than \$100,000, the fee is 7.5%; for individual items that sell for more than \$100,000 but less than \$500,000, the fee is 5.5%. A different fee structure is used for auction items greater than \$500,000 and \$1,000,000.</p> <p>GovDeals, Inc., Montgomery, AL, is contracted through Buyboard to provide auction services to other public entities state-wide as a result of a competitive bidding process. Utilizing Buyboard contracts allows the City to benefit from volume discount pricing.</p>	