

A G E N D A



Recommendation for Council Action (Purchasing)

Austin City Council - Commissioners Court Meeting		Item ID:	36622	Agenda Number	70.
Meeting Date:		September 25, 2014			
Department:		Purchasing			
Subject					
Authorize award and execution of a 36-month requirements supply agreement with JAE GROUP INC., to provide crushed rock in an amount not to exceed \$804,681 with three 12-month extension options in an amount not to exceed \$268,227 per extension option, for a total contract amount not to exceed \$1,609,362.					
Amount and Source of Funding					
Funding in the amount of \$153,661 is available in the Fiscal Year 2014-2015 Operating Budget of the Watershed Protection Department. Funding in the amount of \$75,907 is available in the Fiscal Year 2014-2015 Operating Budget of the Public Works-Street and Bridge Department. Funding in the amount of \$4,695 is available in the Fiscal Year 2014-2015 Operating Budget of the Austin Resource Recovery Department. Funding in the amount of \$2,341 is available in the Fiscal Year 2014-2015 Operating Budget of the Aviation Department. Funding for the remaining 24 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 received.				
Prior Council Action:					
For More Information:	Georgia Billela, Buyer II, 512-974-2939				
Boards and Commission Action:	September 9, 2014 - Recommended by the Airport Advisory Commission on 5-0 vote.				
Related Items:					
MBE / WBE:	This contract will be awarded in compliance with City Code Chapter 2-9D (Minority-Owned and Women-Owned Business Enterprise Procurement Program). No subcontracting opportunities were identified; therefore, no goals were established for this contract.				
Additional Backup Information					

This contract establishes a supply agreement for crushed rock for various City departments on an as-needed basis. The material is typically used for erosion control projects, as pipe bedding for storm water pipe, and for minimizing ice and/or snow build-up on streets which, eliminates the use of salt or sand. The City has limited space to store substantial amounts of crushed rock; therefore, it will be delivered directly to jobsites to ensure that it is readily available.

MBE/WBE solicited: 2/3

MBE/WBE bid: 0/0

BID TABULATION
IFB GLB0008
Crushed Limestone
(4 Line Items)

<u>Vendor</u>	<u>Total Bid of Items</u>
JAE Group, Inc. Austin, TX	\$236,604
Superior Crushed Stone, LC Austin, TX	\$336,125

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

PRICE ANALYSIS

- a. Adequate competition.
- b. 111 notices were sent including 2 MBEs and 3 WBEs. Two bids were received with no MBEs/WBEs responding.
- c. The pricing offered represents a 3% increase from current contracts awarded.

APPROVAL JUSTIFICATION

- a. Lowest bid. JAE Group is not the current vendor.
- b. The Purchasing Office concurs with the Watershed Protection Department's recommended award.
- c. Advertised in the Austin American Statesman and on the Internet.