

A G E N D A



Recommendation for Council Action (Purchasing)

Austin City Council

Item ID:

67516

Agenda Number

26.

Meeting Date:

February 16, 2017

Department:

Purchasing

Subject

Authorize award and execution of three contracts with TECHLINE INC., KBS ELECTRICAL DISTRIBUTORS, INC., and POWER SUPPLY, INC., to provide streetlight poles, with an initial 36-month term in an estimated amount of \$2,664,660, with three 12-month extension options in an estimated amount of \$888,220 per extension option, for a total contract amount not to exceed \$5,329,320; each and combined.

Amount and Source of Funding

Funding in the amount of \$518,128 is available in the Fiscal Year 2016-2017 Operating Budget of Austin Energy. Funding for the remaining 29 months of the original contract period and extension options are contingent upon available funding in future budgets.

Fiscal Note

A fiscal note is not required.

Purchasing Language:

The Purchasing Office issued an Invitation for Bids (IFB) GGU0162 for these goods on September 5, 2016 and it closed on October 6, 2016 with six offers received. The recommended offerors are the lowest offers submitted by a responsible offeror. Additional information on the solicitation is included below the line. The recommended offerors are the current providers for these goods.

Prior Council Action:

For More Information:

Gabriel Guerrero, Buyer II, 512-322-6060

Boards and Commission Action:

January 23, 2017 – Unanimously recommended by the Electric Utility Commission on a 9-0 vote, with two vacancies.

Related Items:

MBE / WBE:

This solicitation was reviewed for subcontracting opportunities in accordance with City Code Chapter 2-9D Minority Owned and Women Owned Business Enterprise Procurement Program. For the goods required for this solicitation, there were insufficient subcontracting opportunities; therefore, no subcontracting goals were established.

Additional Backup Information

The contracts will provide streetlight poles and pole parts for Austin Energy. Items on this contract include galvanized and painted poles, pole arms, pole bases and foundations. These poles and parts will be used to replenish stock at Austin Energy's Kramer and St. Elmo warehouses for immediate issue to illumination construction and maintenance crews for general maintenance and construction on an as-needed basis.

The contracts provide Austin Energy with the critical parts required to perform timely repairs, maintenance and new projects; enabling Austin Energy to provide lighting throughout the utility service area.

The contracts will replace three current contracts that included a total of 21 line items and authorized a total annual amount not to exceed \$421,040 with that amount being exhausted before the allotted time. The new contracts include 16 additional line items. In addition, the new contracts are based on increased estimated quantities that are more representative of recent and future-forecasted demand.

BID TABULATION

IFB GGU0162
Streetlight Poles
37 Line Items

<u>Vendor</u>	<u>Number of Line Items Bid</u>	<u>Number of Line Items Awarded</u>	<u>Total Annual Award</u>
Techline Inc.	37	28	\$755,284
KBS Elec. Dist. Inc.*	22	5	\$103,249
Power Supply Inc.	37	4	\$29,687
Priester-Mell & Nicholson Inc.	15	0	N/A
TransAmerican Power Products Inc.	**	**	**
Sun Enterprises	**	**	**

* Deemed Non-Responsive for line items 8, 10, 11, 14 and 16-21 – Did not meet the specification requirements of the solicitation.

** Deemed Non-Responsive – Did not meet the specification requirements of the solicitation.

A complete solicitation package, including a bid tabulation, is on file in the City's Purchasing Office and is available on the City's Financial Services Austin Finance Online website. Link: [Solicitation Documents](#)

TECHLINE INC., KBS ELECTRICAL DISTRIBUTORS INC., and POWER SUPPLY				
	# months	Contract Amount	Contract Amendment	Revised Amount
Original Term	36	\$ 2,664,660	n/a	n/a

Extension Option 1	12	\$ 888,220	n/a	n/a
Extension Option 2	12	\$ 888,220	n/a	n/a
Extension Option 3	12	\$ 888,220	n/a	n/a
TOTAL	72	\$ 5,329,320	\$ -	\$ -