



**Purchasing Supply Agreement
CITY OF AUSTIN
RECOMMENDATION FOR COUNCIL ACTION**

**AGENDA ITEM NO.: 26
AGENDA DATE: Thu 03/11/2004
PAGE: 1 of 2**

SUBJECT: Authorize execution of a 12-month supply agreement with AUSTIN WHITE LIME COMPANY, Austin, TX for the purchase of quicklime for the Austin Water Utility in an amount not to exceed \$2,574,000, with two 12-month extension options in an amount not to exceed \$2,574,000 per extension option, for a total agreement amount not to exceed \$7,722,000.

AMOUNT & SOURCE OF FUNDING: Funding in the amount of \$1,287,000 is available in Fiscal Year 2003-2004 Approved Operating Budget of the Austin Water Utility. Funding for the remaining six months of the original contract period and extension option is contingent upon available funding in future budgets.

FISCAL NOTE: There is no unanticipated fiscal impact. A fiscal note is not required.

REQUESTING Purchasing **DIRECTOR'S**
DEPARTMENT: for Austin Water Utility; **AUTHORIZATION:** Vickie Schubert

FOR MORE INFORMATION CONTACT: Stephen T. Aden, Supervising Senior Buyer/974-2021;
Andy Ramirez, Contract Administrator/972-0310

PRIOR COUNCIL ACTION: N/A

BOARD AND COMMISSION ACTION: N/A

PURCHASING: Only bid received.

MBE / WBE: This contract will be awarded in compliance with Chapter 2-9 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.

This contract establishes an annual supply agreement with Austin White Lime Company for an estimated 33,000 tons of quicklime for the Austin Water Utility. The quicklime is used in the water treatment process to soften the water. The use of quicklime helps to enhance the quality of drinking water and to insure that the City's finished tap water complies with the Safe Drinking Act. The quicklime will be used at the Ullrich, Green, and Davis Water Treatment Plants.

MBE/WBE solicited: 1/2 MBE/WBE bid: 0/0
MBE/WBE subcontractor participation: 0/0



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**BID TABULATION
QUICKLIME
IFB No. SA04100020**

<u>Vendor</u>	<u>Quantity</u>	<u>Unit Price</u>	<u>Total Bid Price</u>
Austin White Lime Co. Austin, TX	33,000 Tons	\$78.00	\$2,574,000

PRICE ANALYSIS

- One bid received. Contractor is the current provider of the product to the City. The last time this product was bid only one other firm bid and they have since gone out of business.
- Fifty-five notices were sent including one MBE and two WBEs. Three bids were issued, none of which were MBE or WBE firms. One bid was received. One "No Bid" was received.
- The unit price bid of \$78.00 per/ton in comparison to the previous unit price of \$72.31 reflects a 7% increase in cost to the City. This can be attributed to the increase in fuel and transportation cost.

APPROVAL JUSTIFICATION

- Only bidder.
- Austin Water Utility concurs with the recommended award herein.
- Advertised in the Austin American-Statesman and Internet.