



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

AGENDA ITEM NO.: 36
AGENDA DATE: Thu 11/17/2005
PAGE: 1 of 2

SUBJECT: Authorize execution of a 12-month contract with LONE STAR READY MIX L.P., (MBE/FH 100%), Austin, TX, for ready mix concrete for the Public Works Department in an amount not to exceed \$295,041.25, with two 12-month extension options in an amount not to exceed \$295,041.25 per extension option, for a total agreement amount not to exceed \$885,123.75.

AMOUNT & SOURCE OF FUNDING: Funding in the amount of \$270,454.47 is available in Fiscal Year 2005-2006 Approved Operating Budget of the Public Works Department. Funding for the remaining one month of the original contract period and the extension options 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 Public Works; **AUTHORIZATION:** Vickie Schubert

FOR MORE INFORMATION CONTACT: R.C. Hernandez, Senior Buyer/974-6434

PRIOR COUNCIL ACTION: N/A

BOARD AND COMMISSION ACTION: N/A

PURCHASING: Lowest bidder meeting specifications of two bids 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 supply agreement will provide for ready mix concrete to be used by the Public Works Department, Street and Bridge Division for street maintenance and construction activities including concrete pavement repairs, concrete utility cuts, sidewalk construction, American Disability Act (ADA) ramp construction requirements, curb and gutter construction, driveway construction, and bus stop pad construction.

Lone Star Ready Mix is in compliance with Texas Commission on Environmental Quality (TCEQ) requirements.

MBE/WBE solicited: 2/0

MBE/WBE bid: 1/0



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BID TABULATION
Ready Mix Concrete
IFB No: RH05100130
(21 Line Items)

<u>Vendor</u>	<u>Total Price</u>
LONE STAR READY MIX L.P. AUSTIN, TX (MBE/FII)	\$295,041.25
JAE Construction, Inc. Austin, TX.	*\$290,834.50

*Non-responsive. Bidder included additional line item costs that were not included in the solicitation.

A complete bid tabulation is available in the Purchasing Office.

PRICE ANALYSIS

- Adequate Competition.
- Sixteen notices were sent including one MBE. There are no WBEs listed under this commodity code. Two solicitations were issued including one MBE. Two bids were received with one MBE responding.
- The pricing offered represents an approximate increase of 40% from the last contract awarded February 2004. The increase is a result of substantial increases in cost for oil products, and fuel within in the past year and a half.

APPROVAL JUSTIFICATION

- Low bidder meeting specifications.
- Public Works Department concurs with the recommended award herein.
- Advertised in the Austin American-Statesman and Internet.