



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

**AGENDA ITEM NO.: 12
AGENDA DATE: Thu 02/02/2006
PAGE: 1 of 2**

SUBJECT: Authorize execution of a 12-month supply agreement with JAE CONSTRUCTION, INC., Austin, TX, for the purchase of ready mix concrete for various small projects and locations in an amount not to exceed \$68,000, with three 12-month extension options in an amount not to exceed \$68,000 per extension option, for a total agreement amount not to exceed \$272,000.

AMOUNT & SOURCE OF FUNDING: Funding in the amount of \$45,333.28 is available in the Fiscal Year 2005-2006 Approved Operating Budget of the Parks and Recreation Department. Funding for the remaining four 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.

REQUESTING Purchasing **DIRECTOR'S**
DEPARTMENT:for Parks and Recreation; **AUTHORIZATION:** Vickie Schubert

FOR MORE INFORMATION CONTACT: Mario Guerrero, Senior Buyer/974-2261

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 will provide for concrete ready mix to be delivered to various Parks and Recreation Department locations. The recommended vendor will furnish and deliver concrete which will be used for slab, curbs, sidewalks, and other surface material at various sites.

JAE Construction, Inc. is in compliance with Texas Commission on Environmental Quality (TCEQ) requirements.

MBE/WBE solicited: 2/0

MBE/WBE bid: 0/0



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**BID TABULATION
IFB No. GM05200003
Ready Mix Concrete
(1 line item)**

**VENDOR
JAE CONSTRUCTION, INC.
AUSTIN, TX**

**PRICE
\$68,000**

PRICE ANALYSIS

- a. Only bid received. Potential bidders were contacted as to why they did not bid. Most vendors indicated they were unable to bid because the specification did not provide for a minimum order quantity. This solicitation did not include a minimum order quantity since the Parks and Recreation Department's need for concrete are typically for small quantities.
- b. Six notices were sent, including two MBEs. There are no WBEs listed in this commodity. One bid was received.
- c. The pricing offered represents an approximate 40% increase from the last contract awarded January 2002. This increase can be attributed to substantial increases in cost for oil products and fuel.

APPROVAL JUSTIFICATION

- a. Only bid.
- b. Parks and Recreation Department concurs with the recommended bidder.
- c. Advertised in the Austin American Statesman and on the Internet.