

AUSTIN CITY COUNCIL

AGENDA



Thursday, July 27, 2006

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Purchasing Office RECOMMENDATION FOR COUNCIL ACTION

ITEM No. 74

Subject: Authorize award and execution of a 12-month requirements supply contract with SEMMATERIALS, LP., Austin TX, for asphalt emulsions for the Public Works Department in an estimated amount not to exceed \$1,702,290, with two 12-month extension options in an estimated amount not to exceed \$1,702,290 per extension option, for a total estimated contract amount not to exceed \$5,106,870.

Amount and Source of Funding: Funding in the amount of \$283,715 is available in the Fiscal Year 2005-2006 Approved Operating Budget of the Public Works Department. Funding for the remaining 10 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.

Additional Backup Material

(click to open)

[SEMMATERIALS BID
TAB](#)

For More Information: R. C. Hernandez, Senior Buyer, 974-6434

Purchasing Language: Lowest bid of three bids received.

MBE/WBE: This contract will be awarded in compliance with Chapter 2-9D 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 is for the supply of asphalt emulsions on an as needed basis for the Public Works Department, Street and Bridge Division. The asphalt emulsions (HFRS-2P, and SS-1) are used by the Department of Public Works for various street maintenance operations. The asphalt emulsions will be picked up by the Public Works paving crews or delivered from the contractor's plant. The sealant that will be used does not contain coal tar.

The HFRS-2P is used in the summer months for traprock sealcoat resurfacing. A sealcoat resurfacing application is defined as the application of a hot liquid asphalt covered by an application of aggregate. This street maintenance strategy seals the existing street surface from water penetration and provides a new abrasive street surface wearing course. The sealcoat application maintains the service life of the street by deterring the effects of weather and traffic.

The SS-1 is used as bonding agent between existing pavement surfaces and new asphalt. This material is used on a variety of projects ranging from pothole patching to asphalt paving of existing streets. This supply agreement will help to insure that asphalt emulsions are readily available for timely repairs and maintenance, which will promote the safety of the roadways.

MBE/WBE solicited: 0/1 MBE/WBE bid: 0/0

PRICE ANALYSIS a. Adequate competition. b. Nine notices were sent including one WBE. There are no MBEs listed under this commodity. Three solicitations were issued. Three bids were received with no response from WBE. c. The pricing offered represents an increase of 6% to the last contract award made April 2003. This can be attributed to the increase in rising oil prices.

APPROVAL JUSTIFICATION a. Lowest bidder. b. The Purchasing Office concurs with Public Works Department's recommended award. c. Advertised in the Austin American-Statesman and on the Internet.

**CITY OF AUSTIN
RECOMMENDATION FOR COUNCIL ACTION
VENDOR NAME:**

**AGENDA DATE: 6/22/06
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BID TABULATION

Asphalt Emulsions
IFB No. RH06100082
(Three line items)

<u>VendorType</u>	<u>Line Items</u>	<u>Extended Price</u>
SEMMATERIALS, LP. AUSTIN, TX	1 - 3	\$1,702,290

Ergon Asphalt & Emulsions, Inc. Austin, TX	1 - 3	\$1,823,450
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Cleveland Asphalt Products, Inc. Shepherd, TX	1 - 3	*\$82,850
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*Cleveland Asphalt Products, Inc. bid on line item No. 2 only, vendor is not able to provide the other needed emulsions.

Bid tabulation is on file in the Purchasing Office.