



TO: Mayor & City Council

FROM: Greg Canally, Deputy Chief Financial Officer *gdc*

DATE: April 16th, 2014

SUBJECT: Item #25 on April 17th Council Agenda – Local Preference Policy

Item #25 on this week's Council Agenda is to approve a contract with Techline, Inc., Wildcat Electric Supply, and Nunn Electric Supply for the purchase of tape and adhesive products for use by Austin Energy and Aviation. Wildcat Electric Supply of San Marcos, Texas was the lowest bid for line item 13 (corrosion inhibitor tape).

The second lowest bid for line item 13 was from Techline, Inc. of Austin, Texas. Because their bid for that item was within 3% of the lowest bid, the Council may choose to invoke the City's local preference policy and select Techline, Inc.'s bid for line item 13. If Council chooses to invoke the policy, a motion should be stated as follows in order for the record to reflect the appropriate findings.

Motion:

"I move to authorize award and execution of two 36-month requirements supply agreements for the purchase of tape and adhesive products for Austin Energy and the Aviation Department with: TECHLINE INC. in an amount not to exceed \$190,311 with three 12-month extension options in an amount not to exceed \$63,437 per extension option, for a total contract amount not to exceed \$380,622; and with NUNN ELECTRIC SUPPLY in an amount not to exceed \$20,943, with three 12-month extension options in an amount not to exceed \$6,981 per extension option, for a total contract amount not to exceed \$41,886, based on the fact that the local bidder offers the City the best combination of contract price and additional economic development opportunities for the City created by the contract award, including the employment of residents of the City and increased tax revenues to the City".

Please contact Yolanda Miller, Deputy Purchasing Officer if you have any questions.

xc: Marc A. Ott, City Manager
Yolanda Miller, Deputy Purchasing Officer
Gregory Miller, Attorney Senior, Law Department
Larry Weis, General Manager, Austin Energy
Jim Smith, Direction, Aviation