

AGENDA



Recommendation for Council Action

AUSTIN CITY COUNCIL

Regular Meeting : February 15, 2018

Item Number: 039

Purchasing Office

Authorize award and execution of a multi-term contract with Priester-Mell & Nicholson Inc., to provide backfill polyurethane foam kits, for up to five years for a total contract amount not to exceed \$446,735. (Note: This solicitation was reviewed for subcontracting opportunities in accordance with City Code Chapter 2-9D Minority Owned and Women Owned Business Enterprise Procurement Program. For the goods required for this solicitation, there were no subcontracting opportunities; therefore, no subcontracting goals were established).

Lead Department	Purchasing Office.
Fiscal Note	Funding in the amount of \$75,051 is available in the Fiscal Year 2017-2018 Operating Budget of Austin Energy. Funding for the remaining contract term is contingent upon available funding in future budgets.
Purchasing Language	The Purchasing Office issued an Invitation for Bids (IFB) 1100 MEA0006 for these goods. The solicitation issued on July 17, 2017 and it closed on August 22, 2017. Of the three offers received, the recommended contractor submitted the lowest responsive offer. A complete solicitation package, including a tabulation of the bids received, is available for viewing on the City's Financial Services website, Austin Finance Online. Link: Solicitation Documents <https://www.austintexas.gov/financeonline/vendor_connection/solicitation/solicitation_details.cfm?sid=120108> .
For More Information	Inquiries should be directed to the City Manager's Agenda Office, at 512-974-2991 or AgendaOffice@austintexas.gov < mailto:AgendaOffice@austintexas.gov > NOTE: Respondents to this solicitation, and their representatives, shall continue to direct inquiries to the solicitation's Authorized

	Contact Person: Maria Andrade, at 512-972-9424 or Maria.Andrade@austinenergy.com <mailto:Maria.Andrade@austinenergy.com>.
Council Committee, Boards and Commission Action	January 22, 2018 - Recommended by the Electric Utility Commission on an 8-0, with Commissioner Stout absent and two vacancies.
Client Department(s)	Austin Energy.

Additional Backup Information:

The contract will provide a continuous supply of various sized backfill polyurethane foam kits for Austin Energy. These foam kits will be used to replenish stock at the Kramer Lane and St. Elmo Service Center warehouses for issuance to Austin Energy crews on an as-needed basis. The kits provide stabilization for utility poles in areas where there is limited dirt. After the utility pole is installed, the foam is used as backfill material. Different sized kits are required for properly setting different sizes and types of poles.

This contract will replace two existing contracts with a total spend of \$368,000. The authorization amount requested is based on actual inventory usage over the last three years. The recommended offeror is one of the current providers for these goods.

Without this contract, Austin Energy will not have the materials required for proper installation of utility poles in areas where limited fill-dirt is available.

Contract Detail

	<u>Contract Term</u>	<u>Contract Authorization</u>
Initial Term	3 yrs.	\$268,041
Optional Extension 1	1 yr.	\$ 89,347
Optional Extension 2	1 yr.	\$ 89,347
TOTAL	5 yrs.	\$446,735