



Recommendation for Action

File #: 19-1536, **Agenda Item #:** 12.

5/9/2019

Posting Language

Authorize award of a multi-term contract with Melendrez Trucking LLC (MWB), to provide gem sand and washed gravel aggregate materials, for up to five years for a total contract amount not to exceed \$1,379,000.

(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 and subcontractor goals were applied to the solicitation. The subcontracting goals were exceeded, and the resulting contract will include 27.96% MBE/WBE combined participation).

Lead Department

Purchasing Office.

Client Department(s)

Austin Water; Aviation.

Fiscal Note

Funding in the amount of \$83,600 is available in the Fiscal Year 2018-2019 Operating Budget of Austin Water. Funding in the amount of \$8,333 is available in the Fiscal Year 2018-2019 Operating Budget of Aviation. Funding for the remaining contract terms are contingent upon available funding in future budgets.

Purchasing Language:

The Purchasing Office issued an Invitation for Bids (IFB) 2200 GLB1012 for these goods. The solicitation issued on January 21, 2019 and it closed on February 14, 2019. 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/account_services/solicitation/solicitation_details.cfm?sid=128674)
<https://www.austintexas.gov/financeonline/account_services/solicitation/solicitation_details.cfm?sid=128674>.

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: Georgia Billela, at 512-974-2939 or Georgia.billela@austintexas.gov <<mailto:Georgia.billela@austintexas.gov>>.

Council Committee, Boards and Commission Action:

April 10, 2019 - Recommended by the Water and Wastewater Commission on a 9-0 vote, with Commissioner Schmitt absent.

Additional Backup Information:

The contract will provide gem sand and washed gravel aggregate for projects at various locations and

worksites throughout the City. The aggregates provide pipe bedding for water and wastewater lines, stable footing for piping, and foundation support for manhole and meter vaults. Once aggregate is placed, it provides visualization of buried utilities for the excavator to prevent broken water lines. The material is in accordance with national, state, and City construction standards for water infrastructure installations and repairs.

The current contract expires October 27, 2019. The requested authorization amount was determined using estimates of increased annual usage and historical spend. The recommended contractor is the current provider for these goods and a minority woman owned disadvantaged business.

Contract Detail:

<u>Contract Term</u>	<u>Length of Term</u>	<u>Contract Authorization</u>
Initial Term	3 yrs.	\$ 827,400
Optional Extension 1	1 yr.	\$ 275,800
Optional Extension 2	1 yr.	\$ 275,800
TOTAL	5 yrs.	\$1,379,000

Note: Contract Authorization amounts are based on the City's estimated annual usage.