



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

**AGENDA ITEM NO.: 98
AGENDA DATE: Thu 06/23/2005
PAGE: 1 of 2**

SUBJECT: Authorize execution of a 12-month supply agreement with WESTONE OIL, INC., Austin, TX, for ready mix concrete for the Public Works Department in an amount not to exceed \$294,487.25, with two 12-month extension option in an amount not to exceed \$294,487.25, for a total agreement amount not to exceed \$883,461.75.

AMOUNT & SOURCE OF FUNDING: Funding in the amount of \$73,622 is available in the Fiscal Year 2004-2005 Approved Operating Budget of the Public Works Department. Funding for the remaining nine 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 Public Works; **AUTHORIZATION:** Vickie Schubert

FOR MORE INFORMATION CONTACT: R.C. Hernandez, Senior Buyer/974-6434

PRIOR COUNCIL ACTION: N/A

BOARD AND COMMISSION ACTION: N/A

PURCHASING: Lowest bid of two bids 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 supply agreement with Westone Oil, Inc. will provide for ready mix concrete to be used by the Public Works Department/Street and Bridge Division for street maintenance and construction activities throughout the city.

The ready mix concrete is used by the Street and Bridge Division for concrete pavement repairs, concrete utility cut repairs, sidewalk construction, Americans with Disabilities Act (ADA) ramp construction requirements, curb and gutter construction, driveway construction and bus stop pad construction.

MBE/WBE solicited: 4/0

MBE/WBE bid: 0/0



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**BID TABULATION
Ready Mix Concrete
IFB No: RH05100045
(22 Line Items)**

| <u>Vendor</u> | <u>Items Awarded</u> | <u>Total Price</u> |
|--|---------------------------------|---------------------------|
| Westone Oil, Inc. Austin, Texas | 1 thru 19 21& 22 | \$294,487.25 |
| Lauren Concrete, Inc. AUSTIN, TEXAS | | \$213,440.00 |

Neither firm bid on line item 20. Line items 21 and 22 reflect rates for pickup and delivery after hours. Lauren Concrete did not bid on line items 3,5,6,12,13,and 16.

Complete bid tabulation is available in the Purchasing Office.

PRICE ANALYSIS

- a. Adequate Competition.
- b. Twenty-one notices were sent including four MBEs. There are no WBEs listed under this commodity. Five bids were issued, no MBEs. Two bids were received.
- c. The current pricing represents an approximate 46% increase from last award made in February 2004. This can be attributed to the rising fuel costs.

APPROVAL JUSTIFICATION

- b. Low Bidder.
- c. Public Works Department concurs with the recommended award herein.
- d. Advertised in the Austin American-Statesman and Internet.