

A G E N D A



Recommendation for Council Action (Purchasing)

Austin City Council

Item ID:

31792

Agenda Number

25.

Meeting Date:

April 17, 2014

Department:

Purchasing

Subject

Authorize award and execution of three 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 \$143,511 with three 12-month extension options in an amount not to exceed \$47,837 per extension option, for a total contract amount not to exceed \$287,022; WILDCAT ELECTRIC SUPPLY in an amount not to exceed \$46,440 with three 12-month extension options in an amount not to exceed \$15,480 per extension option, for a total contract amount not to exceed \$92,880; 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. The annual amount for all tape and adhesive products required under these contracts will be for a total each and combined amount not to exceed \$70,298; or, consistent with the City's authority under state statute to consider a bidder's local presence in awarding contracts, 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. The annual amount for all tape and adhesive products required under these contracts will be for a total each and combined amount not to exceed \$70,418.

Amount and Source of Funding

Funding in the amount of \$32,649 is available in the Fiscal Year 2013-2014 Operating Budget of Austin Energy. Funding in the amount of \$2,500 is available in the Fiscal Year 2013-2014 Operating Budget of the Aviation Department. Funding for the remaining 30 months of the original contract period and extension options are contingent upon available funding in future budgets.

Fiscal Note

There is no unanticipated fiscal impact. A fiscal note is not required.

Purchasing
Language:

Lowest bids received.

Prior Council Action:	
For More Information:	Gabriel Guerrero, Buyer II, 512-322-6060
Boards and Commission Action:	March 17, 2014 - Recommended by the Electric Utility Commission on a vote of 7-0.
Related Items:	
MBE / WBE:	This contract will be awarded in compliance with City Code Chapter 2-9D (Minority Owned and Women Owned Business Enterprise Procurement Program) No subcontracting opportunities were identified; therefore, no goals were established for this solicitation.

Additional Backup Information

These contracts will provide Austin Energy and the Aviation Department with various types of electrical tape and adhesives on an as-needed basis. These products are used by Austin Energy to repair cable splices, joints and terminations throughout the underground system as well as routine maintenance. These supplies will be used to replenish stock at the Aviation's warehouse and Austin Energy's Kramer, St. Elmo, System Control Center, Decker, Sand Hill warehouses for immediate issue to construction and maintenance crews.

MBE/WBE Solicited: 10/6

MBE/WBE Bid: 0/1

BID TABULATION

IFB No. GGU0127
Tape & Adhesive Products
(13 line items)

VENDOR	Number of Line Items Bid	Number of Line Items Awarded	Total Annual Award
Techline Inc. Austin, TX	13	11	\$47,837*
Wildcat Electric Supply San Marcos, TX	13	1	\$15,480*
Nunn Elec Supply Austin, TX	2	1	\$6,981
Tape Solutions (WBE) Austin, TX	2	0	N/A**
KBS Electrical Distributors Austin, TX	4	0	N/A
84 Lumber Co.	4	0	N/A

Eighty Four, PA

ALTERNATE BID TABULATION IF LOCAL PREFERENCE IS INVOKED

VENDOR	Number of Line Items Bid	Number of Line Items Awarded	Total Annual Award
Techline Inc. Austin, TX	13	12	\$63,437*
Wildcat Electric Supply San Marcos, TX	13	0	N/A*
Nunn Elec Supply Austin, TX	2	1	\$6,981

* Local Business Preference item 13.
Wildcat Electric Supply (San Marcos) bid \$64.50, Techline (Austin) bid \$65.00.

** Tape Solutions (WBE) did not meet specification on item 11. Item was awarded to low bidder meeting specification. Tape Solutions was not issued an award of \$100.10 for item 9 as it is not cost effective to administer such a low dollar contract.

Award is based on the lowest overall bid for group 1 (lines 1 – 8) while line items 9 - 13 are based on the lowest bid per line item meeting specification. A complete bid tabulation is on file in the Purchasing Office and is on the City of Austin, FASD Purchasing Office web site.

PRICE ANALYSIS

- Adequate competition.
- Two Hundred and nineteen notices were sent, including ten MBEs and six WBEs. Six bids were received, with one response from a WBE.
- This is the first contract of its type; therefore, there is no pricing history available. However, the pricing offered represents an average unit price decrease of 42.5% compared to recent spot purchases or credit card transactions for these products.

APPROVAL JUSTIFICATION

- Lowest bids meeting specification.
- The Purchasing Office concurs with Austin Energy's and Aviation Department's recommended award.
- Advertised in the Austin American Statesman and on the Internet.