

**AGENDA**



**Recommendation for Council Action (Purchasing)**

Austin City Council - Commissioners Court Meeting	Item ID:	36622	Agenda Number	70.
Meeting Date:	September 25, 2014			
Department:	Purchasing			
Subject				
<p>Authorize award and execution of a 36-month requirements supply agreement with JAE GROUP INC., to provide crushed rock in an amount not to exceed \$804,681 with three 12-month extension options in an amount not to exceed \$268,227 per extension option, for a total contract amount not to exceed \$1,609,362.</p>				
Amount and Source of Funding				
<p>Funding in the amount of \$153,661 is available in the Fiscal Year 2014-2015 Operating Budget of the Watershed Protection Department. Funding in the amount of \$75,907 is available in the Fiscal Year 2014-2015 Operating Budget of the Public Works-Street and Bridge Department. Funding in the amount of \$4,695 is available in the Fiscal Year 2014-2015 Operating Budget of the Austin Resource Recovery Department. Funding in the amount of \$2,341 is available in the Fiscal Year 2014-2015 Operating Budget of the Aviation Department. Funding for the remaining 24 months of the original contract period and extension options is contingent upon available funding in future budgets.</p>				
Fiscal Note				
<p>There is no unanticipated fiscal impact. A fiscal note is not required.</p>				
Purchasing Language:	Lowest bid received.			
Prior Council Action:				
For More Information:	Georgia Billela, Buyer II, 512-974-2939			
Boards and Commission Action:	September 9, 2014 - Recommended by the Airport Advisory Commission on 5-0 vote.			
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 contract.			

Additional Backup Information

This contract establishes a supply agreement for crushed rock for various City departments on an as-needed basis. The material is typically used for erosion control projects, as pipe bedding for storm water pipe, and for minimizing ice and/or snow build-up on streets which, eliminates the use of salt or sand. The City has limited space to store substantial amounts of crushed rock; therefore, it will be delivered directly to jobsites to ensure that it is readily available.

MBE/WBE solicited: 2/3

MBE/WBE bid: 0/0

**BID TABULATION**  
**IFB GLB0008**  
**Crushed Limestone**  
**(4 Line Items)**

<b><u>Vendor</u></b>	<b><u>Total Bid of Items</u></b>
JAE Group, Inc. Austin, TX	\$236,604
Superior Crushed Stone, LC Austin, TX	\$336,125

A complete bid tabulation is on file in the Purchasing Office and on the City of Austin, FSD Purchasing Office website.

**PRICE ANALYSIS**

- a. Adequate competition.
- b. 111 notices were sent including 2 MBEs and 3 WBEs. Two bids were received with no MBEs/WBEs responding.
- c. The pricing offered represents a 3% increase from current contracts awarded.

**APPROVAL JUSTIFICATION**

- a. Lowest bid. JAE Group is not the current vendor.
- b. The Purchasing Office concurs with the Watershed Protection Department's recommended award.
- c. Advertised in the Austin American Statesman and on the Internet.