

AGENDA



Recommendation for Council Action (Purchasing)

Austin City Council	Item ID:	43551	Agenda Number	20.
Meeting Date:	April 23, 2015			
Department:	Purchasing			
Subject				
<p>Authorize award and execution of a 36-month supply contract with KLEPZIG INC. to provide decomposed granite gravel in an amount not to exceed \$741,408, with three 12-month extension options in an amount not to exceed \$247,136 per extension option, for a total contract amount not to exceed \$1,482,817.</p>				
Amount and Source of Funding				
<p>Funding in the amount of \$69,232 is available in the Fiscal Year 2014-2015 Operating Budget of the Parks and Recreation Department. Funding in the amount of \$15,734 is available in the Fiscal Year 2014-2015 Operating budget of the Watershed Protection Department. Funding in the amount of \$11,255 is available in the Fiscal Year 2014-2015 Operating Budget of the Aviation Department. Funding in the amount of \$5,627 is available in the Fiscal Year 2014-2015 Operating Budget of the Public Works-Street and Bridge Department. Funding in the amount of \$1,125 is available in the Fiscal Year 2014-2015 Operating Budget of Austin Energy. Funding for the remaining 31 months of the original contract period and extension options are contingent upon available funding in future budgets. Funding in the amount of \$180,000 is available in the Fiscal Year 2014-15 Capital Budget of the Parks and Recreation Department.</p>				
Fiscal Note				
<p>A fiscal note for the Parks and Recreation Capital Budget expenditure is attached. There is no unanticipated fiscal impact to the various Operating Budgets; therefore no fiscal note is required.</p>				
Purchasing Language:	Lowest bid received.			
Prior Council Action:				
For More Information:	Georgia Billela, Buyer II, 512-974-2939			
Boards and Commission Action:	April 14, 2015 - Approved by the Austin Airport Advisory Commission on a vote of 5-0 with Commissioners Kelsey and McDaniel absent.			
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. Per the City's Small and Minority Business Resources Department, no subcontracting opportunities were identified; therefore, no goals were established for this solicitation.

Additional Backup Information

The contract is to provide a supply of decomposed granite gravel for various departments throughout the City for surfacing material on numerous projects. This material comes from granite that has decomposed through years of the natural process and is comprised of a mixture of unwashed aggregate and clay with no chemical additives. Decomposed granite is an excellent substitute for impervious walks since it is porous and allows for drainage without washing away. It is used in daily field operations to support and restore trail conditions and greenbelts such as the Lady Bird Lake Hike and Bike trail, Zilker Park and Fiesta Gardens.

The current contract GA080000137 will expire 5/21/15. Without a contract in place the City will not have surfacing material required for trails that are in need of restoration. Without restoration the public would be at risk for injury due to poor surfaces washed out from rain and usage.

MBE/WBE solicited: 3/3

MBE/WBE bid: 0/0

BID TABULATION
IFB GLB0019 REBID
(3 line items)

<u>Vendor</u>	<u>Total Bid</u>
Klepzig Inc. Georgetown, TX	\$218,000
Community Trucking LLC Cedar Creek, TX	\$287,520
Austin Equipment Co, DBA Hard Rock Transportation Austin, TX	*

* Vendor withdrew bid.

A complete bid tabulation is on file in the Purchasing Office and is on the City's Financial Services Austin Finance Online website at: http://ci.austin.tx.us/financeonline/vendor_connection/solicitation/search.cfm

PRICE ANALYSIS

- a. Adequate competition.
- b. 60 notices were sent including three MBEs and three WBEs. Three bids were received with no response from the MBEs/WBEs.
- c. The pricing offered represents an 11% increase from the last purchase made June 2008. Price Index shows an 11%

increase for material since last purchase and a $\frac{3}{4}$ % increase for transportation.

APPROVAL JUSTIFICATION

- a. Lowest bid received. Klepzig Inc. is the current provider of these goods.
- b. The Purchasing Office concurs with the Parks and Recreation Department's recommended award.
- c. Advertised in the Austin American Statesman and on the Internet.