




MEMORANDUM

TO: Mayor and Council

FROM: James Scarboro, Purchasing Officer 

DATE: March 2, 2016

SUBJECT: Clarification Memo for Item #9 – One-inch River Rock

The March 3rd City Council agenda includes an item for the Mayor and Council's consideration to authorize and execute a 36-month contract with Austin Equipment Company DBA Hard Rock Transportation to provide one-inch river rock to be used in pipeline repair in an amount not to exceed \$606,930, with two 12-month extension options in an amount not to exceed \$202,310 per extension option, for a total contract amount not to exceed \$1,011,550.

In the Below the Line section under Price Analysis, it states the following, "The pricing offered represents a 23% increase from the last purchase made February 2012. This increase can be attributed in mining of this product and an increase in transportation cost."

Purchasing would like to clarify to Mayor and Council that this section should read "The pricing offered represents a 20% increase from the last purchase made February 2012. This increase can be attributed to the mining of this product and an increase in minimum wages for the company's drivers."

To reiterate the intent of this RCA, this action will ensure Austin Water has an adequate supply of one-inch river rock which is used in the repair of waterlines.

xc: Marc Ott, City Manager
Jannette Goodall, City Clerk
Anne Morgan, Interim City Attorney