

AGENDA



Recommendation for Council Action

AUSTIN CITY COUNCIL
Regular Meeting: June 14, 2018

Item Number: **044**

Purchasing Office

Cast lots and authorize award and execution of three multi-term contracts in accordance with Texas Local Government Code Section 271.901 with Wesco Distribution, Inc. D/B/A Power Supply, Texas Electric Cooperatives, and Techline Inc. who submitted bids with multiple identical unit prices, to provide polyvinyl chloride conduit and accessories, for up to five years for total contract amounts not to exceed \$762,663 divided among the contractors. (Note: This solicitation was reviewed for subcontracting opportunities in accordance with City Code Chapter 2-9D Minority Owned and Women Owned Business Enterprise Procurement Program. For the goods required for this solicitation, there were no subcontracting opportunities; therefore, no subcontracting goals were established).

Lead Department	Purchasing Office.
Fiscal Note	Funding in the amount of \$38,133 is available in the Fiscal Year 2017-2018 Operating Budget of Austin Energy. Funding for the remaining contract term is contingent upon available funding in future budgets.
Purchasing Language	The Purchasing Office issued an Invitation for Bids (IFB) 1100 SMB0106 for these goods. The solicitation issued on March 5, 2018, and it closed on March 22, 2018. Of the eight offers received, the recommended contractors submitted the lowest, qualified responsive offers. A complete solicitation package, including a tabulation of the bids received, is available for viewing on the City’s Financial Services website, Austin Finance Online. Link: Solicitation Documents <https://www.ci.austin.tx.us/financeonline/vendor_connection/solicitation/solicitation_details.cfm?sid=123829> .
For More Information	Inquiries should be directed to the City Manager’s Agenda Office, at 512-974-2991 or AgendaOffice@austintexas.gov < mailto:AgendaOffice@austintexas.gov >

	NOTE: Respondents to this solicitation, and their representatives, shall continue to direct inquiries to the solicitation's Authorized Contact Person: Julia Finn, at 512-322-6060 or Julia.Finn@austinenergy.com <mailto:Julia.Finn@austinenergy.com>.
Council Committee, Boards and Commission Action	May 21, 2018 - Recommended unanimously by the Electric Utility Commission on a 9-0 vote with two vacancies.
Client Department(s)	Austin Energy.

Additional Backup Information:

These contracts are for polyvinyl chloride (PVC) conduit and accessories to replenish stock at Austin Energy's Kramer and St. Elmo warehouses for immediate issue to crews on an as-needed basis. The conduit is used by Austin Energy to run cable to underground electrical vaults and duct banks.

These contracts will replace the previous contract which expired in July 2017 with an average annual expenditure of \$104,732. The additional authority requested represents the average usage over the last three years, a 37% price increase, and anticipated projects. Since the expiration of the previous contract, conduit has been procured through spot-buys.

Of the three contracts being awarded, two have multiple identical unit prices. Per Chapter 271.901 of the Local Government Code, the municipality must select from the identical bids by the casting of lots. The casting of lots must be done in a manner prescribed by the Mayor and must be conducted in the presence of the City Council.

Contract Detail:

Contract Term	Length	Contract of Term Authorization
Initial Term	2 yrs.	\$305,066
Optional Extension 1	1 yr.	\$152,533
Optional Extension 2	1 yr.	\$152,533
Optional Extension 3	1 yr.	\$152,533
TOTAL	5 yrs.	\$762,663

Note:Contract Authorization amounts are based on the City's estimated annual usage.