



Recommendation for Action

File #: 20-3203, **Agenda Item #:** 27.

11/12/2020

Posting Language

Authorize award of a multi-term contract with MTM Recognition Corporation, to provide service awards, for up to five years for a total contract amount not to exceed \$668,800.

(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.

Client Department(s)

All City Departments.

Fiscal Note

Funding in the amount of \$133,760 is available in the Fiscal Year 2020-2021 Operating Budgets for various City departments. 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) 8600 DCM1012REBID1 for these goods. The solicitation issued on January 20, 2020 and it closed on February 20, 2020. Of the five offers received, the recommended contractor submitted the lowest responsive offer. 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.austintexas.gov/financeonline/account_services/solicitation/solicitation_details.cfm?sid=134133)
<https://www.austintexas.gov/financeonline/account_services/solicitation/solicitation_details.cfm?sid=134133>.

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: Diana McIntosh, at 512-974-2034 or Diana.McIntosh@austintexas.gov <<mailto:Diana.McIntosh@austintexas.gov>>.

Council Committee, Boards and Commission Action:

October 14, 2020 - Recommended by the Water and Wastewater Commission on a 9-0 vote, with Commissioner Turrieta absent.

Additional Backup Information:

The contract will provide a wide array of service awards such as service pins, medals, and plaques for City

departments to hand out during award ceremonies to distinguished employees. Service awards will be managed by each department and will be ordered on an as needed basis. This contract will streamline and standardize service award materials and approved logos to support the message of the City. This reduces one-off designs and distortion of service awards for City departments.

The recommended contractor is not the current provider for these goods. This contract will replace several contracts that City departments have been using for these goods. The requested authorization amount was determined using departmental estimates based on historical spend and future usage.

The initial term of this contract is three years, with an estimated value of \$401,280. If Council wishes to limit the expenditures under this contract, staff recommends limiting the expenditure authorization to an amount not to exceed \$401,280. After the initial term, if the remaining expenditure amounts are necessary, staff will return to Council to request further authorization.

If the City is unable to secure a contract, the departments will be forced to procure service awards on an as needed basis which may result in higher prices and delays in production.

Contract Detail:

<u>Contract Term</u>	<u>Length of Term</u>	<u>Contract Authorization</u>
Initial Term	3 yrs.	\$401,280
Optional Extension 1	1 yr.	\$133,760
Optional Extension 2	1 yr.	\$133,760
TOTAL	5 yrs.	\$668,800

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

Strategic Outcome(s):

Government that Works for All.