



AGENDA MEMORANDUM

Future Item for the City Council Meeting of May 9, 2017
Action Item for the City Council Meeting of May 16, 2017

DATE: May 9, 2017

TO: Margie C. Rose, City Manager

FROM: Andres Leal, Jr., P.E., Director of Street Operations
andyl@cctexas.com
(361) 857-1957

Kim Baker, Assistant Director of Financial Services-Purchasing Division
KimB2@cctexas.com
(361) 826-3169

Supply Agreement for Aggregate Trap Rock for City's Street Seal Coat Program

CAPTION:

Motion authorizing City Manager, or designee, to execute a supply agreement with Vulcan Construction Materials, LLC, of San Antonio, Texas for the purchase of aggregate trap rock in response to Request for Bid No. 938 based on the lowest, responsive, responsible bid for a total amount not-to-exceed \$243,720.00, with an estimated expenditure of \$81,240.00 in FY2016-2017 and funded by the Street Fund. The term of the agreement is for one year with an option to extend for up to two additional one-year periods, subject to the sole discretion of the City.

PURPOSE:

This item is to approve a supply agreement for aggregate trap rock. The aggregate trap rock will be used by the Street Department for the Street Seal Coat Program.

BACKGROUND AND FINDINGS:

Aggregate trap rock consists of Type E, Grade 5 dark colored igneous rocks used in the surface treatments of City street repairs. This material meets the current version of the Texas Department of Transportation Standard Specifications for construction and maintenance of highways, streets and bridges.

In March of 2017, the Purchasing Division conducted a competitive Request for Bid process to obtain bids for a new contract. The City received one responsive, responsible bid, out of 60 notifications issued, and is recommending the award to the lowest, responsive, responsible bidder, Vulcan Construction Materials, LLC, of San Antonio, Texas.

ALTERNATIVES:

None

OTHER CONSIDERATIONS:

Not applicable

CONFORMITY TO CITY POLICY:

This purchase conforms to the City's purchasing policies and procedures and State statutes regulating procurement.

EMERGENCY / NON-EMERGENCY:

Non-emergency

DEPARTMENTAL CLEARANCES:

Street Operations

FINANCIAL IMPACT:

☒ Operating ☐ Revenue ☐ Capital ☐ Not applicable

| Fiscal Year: 2016-2017 | Current Year | Future Years | TOTALS |
|-----------------------------------|---------------------|---------------------|----------------|
| Line Item Budget | \$1,894,605.40 | \$162,480.00 | \$2,057,085.40 |
| Encumbered / Expended Amount | \$544,192.35 | \$0.00 | \$544,192.35 |
| This item | \$81,240.00 | \$162,480.00 | \$243,720.00 |
| BALANCE | \$1,269,173.05 | \$0.00 | \$1,269,173.05 |

Fund(s): Street Fund

Comments:

The initial contract term total is \$243,720.00, of which \$81,240.00 will be funded in FY2016-17. The total estimated contract value will be \$731,160.00 if all options years are executed.

RECOMMENDATION:

Staff recommends approval of the motion as presented.

LIST OF SUPPORTING DOCUMENTS:

Supply Agreement
Bid Tabulation