



AGENDA MEMORANDUM

Future Item for the City Council Meeting of March 20, 2018
Action Item for the City Council Meeting March 27, 2018

DATE: March 20, 2018

TO: Margie C. Rose, City Manager

FROM: Dan Grimsbo, Executive Director of Utilities
DanG@cctexas.com
(361) 826-1718

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

**Hauling Services for Utilities Department for One Year Not to Exceed Amount
\$269,850.00, with Two One-year Options and a Total Potential Multi-year
Amount of up to \$809,550.00**

CAPTION:

Motion authorizing a one-year service agreement for hauling services with Tahoe Trucking, LLC. of Robstown, Texas for \$269,850, with two one-year options for a total potential multi-year amount of \$ 809,550.

PURPOSE:

This is a motion to approve a service agreement for hauling services for Utilities Department.

BACKGROUND AND FINDINGS:

The hauling services agreement is for excess excavated bulk material (spoils) resulting from trenching and repair operations for the Utilities Department. The Contractor will haul dirt, concrete, and miscellaneous materials (brush, sand, gravel, wet dirt, etc.) from various locations throughout the City to the Cefe Valenzuela Landfill.

The Purchasing Division conducted a competitive RFB process to obtain bids for a new contract. The City received three responsive, responsible bids, and is recommending the award to the lowest responsive, responsible bidder, Tahoe Trucking LLC.

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:

Utilities

FINANCIAL IMPACT:

Operating Revenue Capital Not applicable

Fiscal Year: 2017-2018	Current Year	Future Years	TOTALS
Line Item Budget	\$467,638.65	\$674,625.00	\$1,142,263.65
Encumbered / Expended Amount	\$169,874.01	\$0	\$169,874.01
This item	\$134,925.00	\$674,625.00	\$809,550.00
BALANCE	\$162,839.64	\$0	\$162,839.64

Fund(s): Water

Comments: The initial contract is for an amount not to exceed \$269,850.00 for one year, with an estimated expenditure of \$134,925.00 funded in FY2017-18. The total estimated contract value will be \$809,550.00 if all options years are executed.

RECOMMENDATION:

Staff recommends approval of the motion as presented.

LIST OF SUPPORTING DOCUMENTS:

Bid Tabulation
Service Agreement