



CITY COUNCIL COMMUNICATION

January 11, 2011

SUBJECT: Annual Contract for Type-D Hot Mix Asphalt
SUBMITTED BY: Ron Young, Director of Public Works
REFERENCE NO: Bid No. 001-10

ACTION REQUESTED:

Consider award of Bid No. 001-10 for the purchase of Type-D Hot Mix Asphalt to Austin Asphalt, LP, Irving, TX. Reynolds Asphalt and Construction Co. will be used as a secondary supplier.

Authorize the City Manager to execute a contract with Austin Asphalt, LP on behalf of the City of Euless.

Authorize the use of secondary supplier if the low bidder should become non-responsive during the term of the contract.

ALTERNATIVES:

- Approve
- Do Not Approve
- Re Bid

SUMMARY OF SUBJECT:

The Public Works Department requested competitive sealed bids for the purchase of Type-D Hot Mix Asphalt in November 2009. The bid requested pricing for a one (1) year period with an option for two (2), one (1) year renewals. In response, bids were received from interested bidders. Austin Asphalt, LP submitted the lowest bid and has submitted a letter outlining pricing for another year as did Reynolds Asphalt and Construction Company, a secondary supplier. The Purchasing Department has determined that the pricing extended the City of Euless is acceptable considering the current market conditions. This is the first renewal option.

This contract establishes fixed prices for materials only. The quantities and/or total dollar amounts are based on estimates. The actual quantities ordered and used will determine the funds expended. Various expenditure accounts will be utilized in the execution of this contract.

FINANCIAL CONSIDERATIONS:

Revenue Sources:

Expenditure Accounts: 101-8033-531.45-07
 305-8006-531.73-20 PW1101

Budgeted Fiscal Year(s): \$ 352,500.00

Estimated Expenditure: \$ 352,500.00

Over/Under Projection By: \$ 0

Other Comments:

SUPPORTING DOCUMENTS:

- Renewal Letter: Austin Asphalt, LP
- Renewal Letter: Reynolds Asphalt and Construction Company

APPROVED BY:

_____ **LG** _____ City Manager's Office

_____ **SC** _____ City Secretary's Office