



Legislation Text

File #: 1316-2015, **Version:** 1

..Explanation

BACKGROUND: This legislation is for the option to establish a UTC contract for Liquefied Petroleum Gas (Propane) for use by multiple Departments of the City of Columbus. This contract will provide for the delivery of bulk quantities and cylinders of Liquefied Petroleum Gas (Propane). The term of the proposed option contract would be approximately two years, expiring June 30, 2017, with the option to renew for one (1) additional year. The Purchasing Office opened formal bids on May 7, 2015.

The Purchasing Office advertised and solicited competitive bids in accordance with the relevant provisions of Section 329.06 relating to competitive bidding (Solicitation No. SA005840). Thirteen (13) bids were solicited: (M1A-0, F1-0, MBR-1). One (1) bid was received.

The Purchasing Office is recommending award to the overall lowest, responsive, responsible and best bidder as follows:

Ferrellgas LLC, MAJ, CC# 43-1698481 expires 07/01/2015, All Items, \$1.00
Total Estimated Annual Expenditure: \$200,000

The company is not debarred according to the Excluded Party Listing System of the Federal Government or prohibited from being awarded a contract according to the Auditor of State Unresolved Findings for Recovery Certified Search. The current UTC contract will expire 6/30/2015. This ordinance is being submitted as an emergency because, without emergency action, no less than 37 days will be added to this procurement cycle and the efficient delivery of valuable public services will be slowed.

FISCAL IMPACT: Funding to establish this option contract is from the General Fund. City Agencies will be required to obtain approval to expend from their own appropriations for their estimated annual expenditures.

To authorize the Finance and Management Director to enter into a contract for the option to purchase Liquefied Petroleum Gas (Propane) with Ferrellgas, to authorize the expenditure of \$1.00 to establish the contract from the General Fund, and to declare an emergency. (\$1.00).

WHEREAS, the Liquefied Petroleum Gas (Propane) is used by multiple Divisions of the City of Columbus in both bulk and cylinder quantities; and,

WHEREAS, the Purchasing Office advertised and solicited formal bids on May 7, 2015 and selected the overall lowest, responsive, responsible and best bidder; and

WHEREAS, this ordinance addresses Purchasing objective of 1) maximizing the use of City resources by obtaining optimal products/services at low prices and 2) encouraging economic development by improving access to City bid opportunities and 3) providing effective option contracts for City agencies to efficiently maintain their supply chain and service to the public; and

WHEREAS, in order to maintain a supply of Liquefied Petroleum Gas (Propane), this is being submitted for consideration as an emergency measure; and

WHEREAS, an emergency exists in the usual daily operation of the Purchasing Office in that it is immediately necessary to enter into a contract for the option to purchase Liquefied Petroleum Gas (Propane), thereby preserving the public health, peace, property, safety, and welfare; now, therefore,

BE IT ORDAINED BY THE COUNCIL OF THE CITY OF COLUMBUS:

SECTION 1. That the Finance and Management Director be and is hereby authorized to enter into the following contract for the option to purchase Liquefied Petroleum Gas (Propane) in accordance with Solicitation No. SA005840 for a term of approximately two years, expiring June 30, 2017, with the option to renew for one (1) additional year, as follows:

Ferrellgas, All Items, \$1.00

SECTION 2. That the expenditure of \$1.00 is hereby authorized from the General Fund, Organization Level 1: 45-01, Fund 10, OCA: 450047, Object Level 3: 2270 to pay the cost thereof.

SECTION 3. That the funds necessary to carry out the purpose of this ordinance are hereby deemed appropriated, and the City Auditor shall establish such accounting codes as necessary.

SECTION 4. That for the reason stated in the preamble hereto, which is hereby made a part hereof, this ordinance is hereby declared to be an emergency measure and shall take effect and be in force from and after its passage and approval by the Mayor, or ten days after passage if the Mayor neither approves nor vetoes the same.