



CITY OF HOUSTON - CITY COUNCIL

Meeting Date:

ALL

Item Creation Date: 9/21/2017

L26004 - Ice Machine Rental Services- Ordinance

Agenda Item#:

Background:

Formal Bids Received for S72-L26004 - Approve an ordinance awarding a contract to Southwest Texas Equipment Dist., Inc DBA QBR Leasing, (formally known as QBR Sales) in an amount not to exceed \$2,054,481.60 for ice machine rental services for various departments.

Specific Explanation:

The Chief Procurement Officer recommends that City Council approve an ordinance awarding a three-year contract with two one-year options to Southwest Equipment Dist., Inc, DBA QBR Leasing, (formally known as QBR Sales) on its low bid meeting specifications for ice machine rental services in a total amount not to exceed \$2,054,481.60 for the City of Houston various departments.

This project was advertised in accordance with the requirements of the State of Texas bid laws. Twenty-one prospective bidders downloaded the solicitation document from the SPD's e-bidding website, and three bids were received as outlined below:

<u>Company</u>	<u>Total Amount</u>
1. QBR Leasing	\$2,054,481.60
2. Chef Mart Restaurant Supply	\$2,797,401.00(Partial Bid)
3. ISI Commercial Refrigeration	\$6,540,996.00

The scope of work requires the contractor to furnish all supervision, labor, parts, tools, materials, equipment, supplies, and transportation necessary to provide new ice machines for use at various City facilities. The services to be provided include, but are not limited to the furnishing of the ice machines, warranty, preventive maintenance services, repairs, parts, delivery and pick-up, and the training of department personnel in the routine daily maintenance procedures.

M/WBE Participation:

This invitation to bid was issued as a goal-oriented contract with a 11% M/WBE participation level. QBR Leasing has designated the below-named company as its certified M/WBE subcontractor.

<u>Name</u>	<u>Type of Work</u>	<u>Dollar Amount</u>	<u>Percentage</u>
HIS Mechanical	Preventative Maintenance	\$225,992.97	11%

Pay or Play Program:

The proposed contract requires compliance with the City's 'Pay or Play' ordinance regarding health benefits for employees of City contractors. In this case, QBR Leasing shall provide health benefits to eligible employees in compliance with City policy.

Hire Houston First:

The proposed contract requires compliance with the City's 'Hire Houston First' ordinance that promotes economic opportunity for Houston businesses, while supporting job creation. In this case, QBR Leasing does not meet the requirements for HHF designation; and no firms were within three-percent.

Fiscal Note:

Funding for this item is included in the FY2018 Adopted Budget. Therefore, no Fiscal Note is required as stated in the Financial Policy Ordinance No.:2014-1078.


Jerry Adams, Chief Procurement Officer
Strategic Procurement Division

Department Approval Authority Signature

ESTIMATED SPENDING AUTHORITY

Department	FY2018	Out-Years	Total Amount
Planning & Development	\$1,020.69	\$4,453.92	\$5,474.61
Houston Airport System	\$23,475.46	\$93,901.84	\$117,377.30
City Controller's	\$1,113.48	\$4,453.92	\$5,567.40
Parks and Recreation	\$9,000.00	\$221,886.00	\$230,886.00
Fleet Management Department	\$17,953.80	\$81,252.27	\$99,206.07
Houston Information Technology	\$4,199.76	\$16,799.04	\$20,998.80
Houston Police Department	\$36,484.66	\$145,938.62	\$182,423.28
Department of Public Works & Engineering	\$127,172.48	\$496,586.40	\$623,758.88
Solid Waste Management	\$32,727.97	\$142,812.96	\$175,540.93
General Services Department	\$76,974.00	\$516,274.33	\$593,248.33
Total	\$330,122.30	\$1,724,359.30	\$2,054,481.60

Amount of Funding:

\$5,474.61 – Planning and Development Department Special Revenue Fund (2308)
 \$117,377.30 – HAS Revenue Fund (8001)
 \$1,139,789.54 – General Fund (1000)
 \$99,206.07 – Fleet Management Fund (1005)
 \$11,134.80 – Park Special Revenue Fund (2100)
 \$57,740.40 – Parks Golf Special Revenue Fund (2104)
 \$11,134.80 – Project Cost Recovery Fund (1001)
 \$93,359.81 – Dedicated Drainage & Street Renewal Fund (2310)
 \$400,318.16 – Water and Sewer System Operating Fund (8300)
 \$34,998.00 – Building Inspection Fund (2301)
 \$83,948.11 – Stormwater Fund (2302)
Total- \$2,054,481.60

Contact Information:

NAME:	DEPT./DIVISION	PHONE
Richard Morris, Division Manager	FIN/SPD	(832) 393-8736
Yvette, Smith Sr. Procurement Specialist	FIN/SPD	(832) 393-8765
Jacquelyn Nisby, Executive Staff Analyst	GSD	(832) 393-8023

ATTACHMENTS:

Description	Type
<u>POP 1</u>	Backup Material
<u>POP2</u>	Backup Material
<u>Tax Log</u>	Backup Material
<u>MVBE Forms</u>	Backup Material
<u>Fair Campaign</u>	Backup Material
<u>Bid Tab</u>	Backup Material
<u>HPD Funding</u>	Financial Information
<u>FMD Funding</u>	Financial Information
<u>Parks Funding</u>	Financial Information
<u>SWM Funding</u>	Financial Information
<u>Controller Funding</u>	Financial Information
<u>HITS Funding</u>	Financial Information
<u>HAS Funding</u>	Financial Information
<u>GSD Funding</u>	Financial Information
<u>PWE Funding</u>	Financial Information
<u>Planning & Development Funding</u>	Financial Information