



City of Denton

City Hall
215 E. McKinney Street
Denton, Texas
www.cityofdenton.com

AGENDA INFORMATION SHEET

DEPARTMENT: Materials Management

CM: Todd Hileman

DATE: May 1, 2018

SUBJECT

Consider adoption of an ordinance of the City of Denton, Texas, a Texas home-rule municipal corporation, rejecting any and all competitive bids under IFB 6755 for the physical natural gas supply to provide fuel for the Denton Energy Center; and providing an effective date (IFB 6755). The Public Utilities Board recommends approval (5-0).

BACKGROUND

The City of Denton solicited bids with the goal of procuring physical natural gas supply for the Denton Energy Center (DEC). The City of Denton's standard Bid Invitation provides an acceptance window for bids of 120 days in order to accommodate technical staff review, legal review, PUB review (if applicable) and City Council review/approval.

Invitation for Bids were sent to 82 prospective suppliers of this item. In addition, specifications were placed on the Materials Management website for prospective suppliers to download and advertised in the local newspaper. One (1) bid was received. Examination of the bid revealed that the offer expired after ten (10) business days, making it non-compliant with the specifications. Staff will present an alternative solution to Council at a future date.

In accordance with the Local Government Code 252.043, the City Council may reject any and all bids.

PRIOR ACTION/REVIEW

On April 23, 2018, the Public Utilities Board (PUB) recommended this item to the City Council for consideration.

RECOMMENDATION

Staff recommends rejection of all bids for the physical natural gas supply for the DEC.

STRATEGIC PLAN RELATIONSHIP

The City of Denton's Strategic Plan is an action-oriented road map that will help the City achieve its vision. The foundation for the plan is the five long-term Key Focus Areas (KFA): Organizational Excellence; Public Infrastructure; Economic Development; Safe, Livable, and Family-Friendly Community; and

Sustainability and Environmental Stewardship. While individual items may support multiple KFAs, this specific City Council agenda item contributes most directly to the following KFA and goal:

Related Key Focus Area: Public Infrastructure

Related Goal: 1.6 Collaborate with local, regional, state, and federal partners

EXHIBITS

Exhibit 1: Agenda Information Sheet

Exhibit 2: Ordinance

Respectfully submitted:
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Purchasing Manager

For information concerning this acquisition, contact: George Morrow 940-349-8487.