Prepared 1/17/2014 by City of Franklin Purchasing Office

City of Franklin, Tennessee <u>Tabulation of Proposals</u>*

Purchasing Office Solicitation No.		st for proposals	or propane fuel s	ervice for lawn n	nowers)		
Notice to proposers published in the Williamson Herald on	11/14/13						
Number of potential proposers that were	1						
notified of / that submitted a proposal in	0.00						
response to this request for proposals							
Date and time proposals due and publicly opened	12/1/13 2:00 PM						
Present at opening of proposals	Rick Hash of Chiles Propane and Rick Warren of Ferrellgas Propane; Brian Walker and James Bilbo of the City of Franklin Parks Department; and Dee Settle and Brian Wilcox of the City of Franklin Purchasing Office						
Target meeting of BOMA at which							
recommendation will be considered	: 2,11,14						
Proposals received from:	Is the proposal complete?	Does the proposal take any exceptions to the City's procurement solicitation? / If so, how many?	Average points allocated by proposal evaluation team (out of a possible 100, utilizing evaluation criteria as listed in RFP):	Total quoted pricing for recurring products and services, including propane, offered as a fixed margin in S/gal. above price per U.S. gallon for propane, TET, Mont Belvieu, Texas, as currently posted on WSJ.com:	Total quoted pricing for non-recurring mower conversion for four specified lawn mowers:	Payment terms:	Proposal is valid and may be accepted through:
Allservice Propane LLC							
4407 Franklin South Court	1						
Franklin, TN 37064		Proposer takes					
Bob Dietrick, Owner	Yes	no exceptions	52.00	\$0.72	\$4,000.00	Net 30 days	2/28/2014
615/599-6490		no exceptions					
bob.allservice@comcast.net							
1-301-0-10-0							
Chiles Propane Gas LLC							
902 West College St.							
P.O. Box 330		Proposer takes	2005-420-4400-00-0-1		3		
Pulaski, TN 38478-3659	Yes	no exceptions	63.00	\$1.78	\$7,000.00	Net 30 days	3/30/2014
West Chiles, Managing Member							
931/363-5562							
west@chilespropane.com							
Ferrellgas					2 200		
1011 Firestone Pkwy.							
Lavergne, TN 37086		Proposer takes					
Rick Warren, Account Manager	Yes	no exceptions	75.50	\$1.47	\$6,140.00	Net 30 days	2/28/2014
615/642-0466		AND STONE CONTRACT					
rickwarren@ferrellgas.com							
Walter Programme							
Heritage Propane 101 Noah Dr.							
Franklin, TN 37064							
Franklin, TN 37004 Fyler Faulkner	Yes	Proposer takes	89.00	\$1.02	\$4,700.00	Net 30 days	3/1/2014
515/815-4467	103	no exceptions	02.00	\$1.02	94,700.00	Net 30 days	3/1/2014
yler.faulkner@amerigas.com							



MEMORANDUM



January 17, 2014

TO: Board of Mayor and Aldermen

FROM: Eric S. Stuckey, City Administrator

Russell Truell, Assistant City Administrator / CFO

Lisa Clayton, Parks Director

Brian Wilcox, Purchasing Manager

SUBJECT: Consideration of contract award to Heritage Propane of Franklin, TN in the estimated total

amount of \$94,300 over a three-year initial term of award, with two options to extend the term of award for up to one year each, for propane fuel service for propane-powered Parks Department lawn mowers, and for fuel-type conversion of four Parks Department lawn mowers (Purchasing

Office Procurement Solicitation No. 2014-015; Contract No. 2014-0019)

Purpose

The purpose of this procurement is to purchase propane fuel service for propane-powered Parks Department lawn mowers. The procurement also includes conversion of four lawn mowers in the Parks Department equipment fleet from gasoline-powered to propane-powered. The gradual conversion of the Parks Department fleet of lawn mowers from gasoline-powered to propane-powered is being pursued at this time in order to save fuel expense on a price per unit-of-operating-time basis, reduce carbon emissions and add longevity to the equipment.

Background

The City published on November 14, 2013 a Notice to Proposers in the *Williamson Herald* for propane fuel service for lawn mowers. In addition, the request for proposals and companion solicitation documents were sent on or about the same date directly to five (5) potential proposers known or thought to be interested in this solicitation. Proposals from four (4) vendors were publicly opened at the proposal opening held on December 17, 2013. A tabulation of the proposals received for this solicitation is attached.

Financial Impact

The proposal ranked highest by the proposal evaluation team, from Heritage Propane of Franklin, TN is in the estimated total amount of \$94,300 over a three-year period, the term of award specified by the request for proposals, not including two options to extend the term of award for up to one year each. This estimated amount is for all of the specified products and services including both the recurring and non-recurring expenditures. The Parks Department budget allocates monies out of the General Fund for the purchase of fuel for all of the department's vehicles and equipment. The purchase of propane for lawn mowers in the initial program, and for any lawn mowers added to the program in the future, would be instead of the purchase of gasoline. The cost of converting the four specified lawn mowers from gasoline-powered to propane-powered would be allocated to and covered by the Parks Department's General Fund budget for equipment repair and maintenance services. Warranty and safety implications of the conversion have also been considered by the Parks Department and Risk Manager.

Options

In accordance with the solicitation documents, the City reserves the right to reject any and all proposals. In addition, it should be noted that the option of purchasing propane from the City's vehicle fleet fuel supplier, TriStar Energy, at the Pacific Pride station located on Fairground Street in Franklin was also evaluated. While the price per gallon at Pacific Pride was less expensive on the date proposals were due than the delivered price per gallon quoted by Heritage Propane, the convenience of having the propane delivered to near the Parks Department





facility where the lawn mowers are stored overnight into cylinders to be stored in one or more cages all provided by the propane supplier was viewed to be worth the extra cost as it allows the lawn mower crews operating propane-powered lawn mowers to avoid having to make time-consuming daily trips to Pacific Pride, something they would not otherwise have to do except on the days, estimated to be once every other week, when the vehicle they use would need refueling.

Recommendation

Staff recommends that the City accept the proposal ranked highest by the proposal evaluation team, from Heritage Propane of Franklin, in the estimated total amount of \$94,300 over a three-year initial term of award for all of the specified products and services including both the recurring and non-recurring expenditures, with two options to extend the term of award for up to one year each. Purchasing Manager Brian Wilcox is of the opinion that the prepared solicitation documents as distributed allowed for competition among multiple vendors, and that the staff recommendation appears to be made in a fair and impartial manner based upon the proposals received.