

**CITY OF EL PASO, TEXAS
AGENDA ITEM
DEPARTMENT HEAD'S SUMMARY FORM**

DEPARTMENT: Office of Management & Budget/OMB

AGENDA DATE: May 11, 2010

FA

CONTACT PERSON/PHONE NUMBER: David Almonte, 541-4530
Carmen Arrieta-Candelaria, CFO, 541-4293

DISTRICT(S) AFFECTED: All

SUBJECT:

Approve the resolution terminating contract #2009-034R with Huntington T. Block Insurance Agency Inc. of Houston, Texas for convenience and awarding solicitation #2010-163R to Huntington T. Block Insurance Agency, Inc. of Houston, Texas effective the date of approval by Council for an amount of \$147,500 per year for four years with two 2-year options to extend the contract.

BACKGROUND / DISCUSSION:

The appraised value of the Fine Arts collection at the Museum of Art was \$60M. An appraisal conducted by Barbara H. Stone, Art International Resources LLC in 2009, determined the value of the collection to be \$350M. On January 20, 2009, Council awarded solicitation #2009-034R to Huntington T. Block for an initial 3-year term for \$60M in total value. The 2009 appraisal caused the contract with Huntington T. Block to exceed the previously awarded contract of \$27,000 per year. This resulted in the release of solicitation #2010-163R allowing for proposals to be submitted with the new total value of \$350M for the fine arts collection and exhibits on loan. One proposal was received on March 24, 2010 from Huntington T. Block. The current vendor reduced the rate by \$.03/\$1000 of value. Previous vendors that submitted proposals in 2008 stated that they did not have the lowest rate and therefore did not submit proposals at this time.

PRIOR COUNCIL ACTION:

Council awarded RFP #2009-034R in January 2009.

AMOUNT AND SOURCE OF FUNDING:

Non-Departmental, 01101-99010273-504409, \$147,500.00

BOARD / COMMISSION ACTION: NA

*****REQUIRED AUTHORIZATION*****

DEPARTMENT HEAD: _____

Approved for Agenda:

City Manager: _____ Date: _____

PROJECT FORM

FINANCIAL SERVICES DEPARTMENT, PURCHASING DIVISION

DATE: April 26, 2010
TO: Municipal Clerk
FROM: Carmen Arrieta-Candelaria
Chief Financial Officer, ext. 4293
MM

LA

Please place the following item on the **REGULAR** Agenda for the Council Meeting of Tuesday, **May 11, 2010**.

Item should read as follows:

That the Purchasing Manager is authorized to notify Huntington T. Block Insurance Agency Inc., that the City is terminating Contract No. 2009-034R pursuant to the provisions and requirements of Section C 8A of the Contract Clauses due to convenience and that the termination shall be effective as of May 11, 2010.

Municipal Clerk's Use

ITEM NO. _____

cc: BID FILE

RESOLUTION

WHEREAS, the City awarded Contract No. 2009-034R to Huntington T. Block Insurance Agency Inc. of Houston, Texas, on January 20, 2009, for Fine Arts Museum Insurance for OMB-Insurance & Benefits Division; and

WHEREAS, pursuant to Section C 8A of the Contract (Termination for Convenience), the City is authorized to terminate the Contract for convenience; and

WHEREAS, following the completion of the Museum's appraisal, City staff determined that the Contract awarded was insufficient and City has notified vendor that the City would rebid the contract and Council would terminate said Contract for convenience pursuant to the provisions of the Contract; and

WHEREAS, the City desires to terminate the Contract for convenience.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF EL PASO:

That the Purchasing Manager is authorized to notify Huntington T. Block Insurance Agency Inc., that the City is terminating Contract No. 2009-034R pursuant to the provisions and requirements of Section C 8A of the Contract Clauses due to convenience and that the termination shall be effective as of May 11, 2010.

PASSED AND APPROVED this _____ day of _____, 2010.

THE CITY OF EL PASO

John Cook
Mayor

ATTEST:

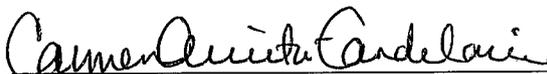
Richarda Duffy Momsen
Municipal Clerk

APPROVED AS TO FORM:



Bertha A. Ontiveros
Assistant City Attorney

APPROVED AS TO CONTENT:



Carmen Arrieta-Candelaria
Chief Financial Officer
Financial Services