

# AGENDA



Thursday, May 24, 2007

## Purchasing Office RECOMMENDATION FOR COUNCIL ACTION

Item No. 22

**Subject:** Authorize award and execution of a 24-month requirements service contract with JOHNSON CONTROLS, INC., Austin, TX for chiller maintenance services in an estimated amount not to exceed \$147,222, with two 12-month extension options in an estimated amount not to exceed \$73,611 per extension option, for a total estimated contract amount not to exceed \$294,444.

**Amount and Source of Funding:** Funding in the amount of \$24,537 is available in the Fiscal Year 2006-2007 Operating Budget of the Finance and Administrative Services Department, Building Services Division. Funding for the remaining 20 months of the original contract period and extension options is contingent upon available funding in future budgets.

**Fiscal Note:** There is no unanticipated fiscal impact. A fiscal note is not required.

**For More Information:** Sydney Ceder, Senior Buyer/974-2035

**Purchasing Language:** Lowest bid of three bids received.

**MBE/WBE:** This contract will be awarded in compliance with Chapter 2-9C of the City Code (Minority-Owned and Women-Owned Business Enterprise Procurement Program). No subcontracting opportunities were identified, therefore, no goals were established for this solicitation.

This contract establishes a reliable source for the maintenance of the water cooled and air cooled chillers and chilled water systems, including all pumps and cooling towers, located at the Austin Police Department, Austin Police Department East Substation/Forensics Facility, Municipal Court, RBJ Building, and the Rutherford Lane Campus. This contract will provide for a full service maintenance contract to include operating inspections monthly, unscheduled service calls, after hours service calls, removal and disposal of parts, solvents, oils and refrigerant, labor and replacement parts.

MBE/WBE Solicited: 5/0

MBE/WBE Bid: 0/0

### PRICE ANALYSIS

- a. Adequate competition.
- b. Sixty-five notices were sent, including five MBEs. There are no known WBEs for this commodity code. Three bids were received, with no response from the MBEs.
- c. The pricing offered represents an approximate 5% increase from the last contract award in December 2003. Entech Sales & Service, Inc., is the current contractor.

### APPROVAL JUSTIFICATION

- a. Lowest bid received.
- b. The Purchasing Office concurs with Building Services' recommended award.
- c. Advertised in the Austin American-Statesman and on the Internet.