Item No. 29

Purchasing Office
RECOMMENDATION FOR COUNCIL ACTION

Subject: Authorize award and execution of a contract with ALFRED CONHAGEN INC. OF TEXAS, La Marque, TX, for the repair and modification of a boiler feed pump at Austin Energy's Sand Hill Energy Center, in an amount not to exceed \$132,893.

Amount and Source of Funding: Funding in the amount of \$132,893 is available in the Fiscal Year 2008-2009 Operating Budget of Austin Energy.

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

For More Information: Shawn M. Harris, Buyer II/505-7351

Purchasing Language: Best evaluated proposal of three proposals 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.

Boards and Commission Action: Recommended by the Electric Utility Commission.

This contract is for the repair and modification to a spare boiler feed pump for Sand Hill Energy Center (SHEC). To achieve full load, SHEC requires the use of two boiler feed pumps. The loss of one pump would cause SHEC to lose approximately 80 MW (megawatts) of generation capacity. With a functional spare boiler feed pump, SHEC will be able to restore to full capacity within five days rather than 30 to 45 days a repair would require. The repair of this spare pump involves replacement of worn parts due to normal operation. The modification will improve the reliability of the pump.MBE/WBE solicited: 1/2 MBE/WBE responded: 0/0

RFP No. SMH0102 PRICE ANALYSIS

- a. Adequate competition.
- b. One hundred ten notices were sent, including one MBE and two WBEs. Three proposals were received, with no response from the MBE/WBEs.
- c. This is the first purchase of its type; therefore, there is no pricing history available.

APPROVAL JUSTIFICATION

- a. Best evaluated proposal received.
- b. The Purchasing office concurs with Austin Energy's recommended award.
- c. Advertised on the Internet.