

AGENDA



Thursday, February 17, 2011

**Purchasing Office
RECOMMENDATION FOR COUNCIL ACTION**
Item No. 35

Subject: Authorize award and execution of two 36-month requirements service agreement for inspection and testing of stationary cranes with ALLTECH ENGINEERING CORP., Mendota Heights, MN, in an estimated amount not to exceed \$190,476, with three 12-month extension options in an estimated amount not to exceed \$63,492 per extension option, for a total estimated contract amount not to exceed \$380,952 and with REINHART & ASSOCIATES, Austin, TX in an amount not to exceed \$80,550, with three 12-month extension options in an estimated amount \$26,850 per extension option, for a total estimated contract amount not to exceed \$161,100.

Amount and Source of Funding: Funding in the amount of \$52,700 is available in the Fiscal Year 2010–2011 Operating Budget of the Austin Water Utility. Funding for the remaining twenty-nine months and the 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: Steve Aden, Purchasing Manager, 974-2021

Purchasing Language: Lowest bids 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.

Boards and Commission Action: Recommended by Water and Wastewater Commission.

These contracts provide for the inspection and testing of stationary cranes located at Davis and Govalle Wastewater Treatment Plants; Ullrich, Walnut Creek and South Austin Regional Water Treatment Plants; Hornsby Bend Biosolids Facility; Lift Stations at Walnut Creek; and North and South Pumping Stations for the Austin Water Utility. Federal, state and local laws and regulations require annual safety inspection of this equipment. The inspection and testing is a comprehensive program of monitoring Austin Water Utility's equipment to prevent failures and to ensure safety compliance.

Contractor shall furnish a complete documentation file on each unit of equipment inspected and/or tested. The City will provide any necessary corrections or repairs to units that fail to comply with the testing standards. Upon completion of repairs, contractor will re-inspect the cranes for compliance.

MBE/WBE solicited: 11/5 MBE/WBE bid: 0/0

PRICE ANALYSIS

- a. Adequate competition.
- b. One hundred ninety-five notices were sent, including eleven MBEs and five WBEs. Three bids were received, none of which were from MBE or WBE firms.
- c. The pricing offered represents a 30% increase to the last contract awarded in August 2004. This can be attributed to a lesser number of cranes being inspected.

APPROVAL JUSTIFICATION

- a. Lowest bids received. Reinhart & Associates, Inc. was a provider of these services for Fleet Services.
- b. The Purchasing Office concurs with the Austin Water Utility's recommended award.
- c. Advertised in the Austin American-Statesman and Internet.