

## A G E N D A



<b>RCA - Purchasing</b>	Austin City Council	<b>Item ID:</b>	5117
<b>Meeting Date:</b>	April 7, 2011		
<b>Department:</b>	Purchasing		
<b>Subject</b>			
<p>Authorize award, negotiation, and execution of a 12-month contract with SOLAR TURBINES INC, Houston, TX for an annual maintenance agreement for the gas turbine at Mueller Energy Center in an amount not to exceed \$139,816, with four 12-month extension options in an estimated amount not to exceed \$121,096 per extension option, for a total estimated contract amount not to exceed \$624,200. Solar Turbines is the sole source provider for these products.</p>			
<b>Amount and Source of Funding</b>			
<p>Funding in the amount of \$79,268 is available in the Fiscal Year 2010-2011 Operating Budget of Austin Energy. Funding for the remaining six months of the original contract period and extension options is contingent upon available funding in future budgets.</p>			
<b>Fiscal Note</b>			
<p>There is no unanticipated fiscal impact. A fiscal note is not required.</p>			
<b>Purchasing Language:</b>			
<b>Prior Council Action:</b>			
<b>For More Information:</b>	Shawn Harris, Sr. Supervising Buyer 505-7351		
<b>Boards and Commission Action:</b>	Recommended by the Electric Utility Commission.		
<b>MBE / WBE:</b>	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 contract.		
<b>Related Items:</b>			
<b>Additional Backup Information</b>			
<p>This contract is for an equipment and health (maintenance) agreement for the Solar Turbines Inc Mercury 50 gas turbine at Austin Energy's Mueller Energy Center. This agreement will provide for remote diagnostics, semi-annual engine maintenance, and will qualify Austin Energy (AE) to receive a discounted overhaul when it comes due. This maintenance work will supplement the work performed by AE's staff at the plant to help ensure the turbine operates reliably and efficiently. This agreement also will provide for field service, parts and training for AE personnel if they are required.</p> <p>Solar Turbines Inc is the sole provider and original equipment manufacturer for replacement parts and does not have any authorized distributors for the parts or for the work performed under this agreement.</p>			