

Recommendation for Council Action (Purchasing)

Austin City Council		Item ID:	7652	Agenda Number	68.
Meeting Date:	July 28, 2011				
Department:	Purc	hasing			

Subject

Authorize award and execution of a contract with CONTROL COMPONENTS, INC., Rancho Santa Margarita, CA, for the purchase of valve repair parts for Unit 5 at the Sand Hill Energy Center in an amount not to exceed \$62,963.

Amount and Source of Funding

Funding is available in the Fiscal Year 2011-2012 Operating Budget of Austin Energy.

Fiscal Note

There is no unanticipated fiscal impact. A fiscal note is not required.

Purchasing Language:	Sole bid received.
Prior Council Action:	
For More Information:	Dolores Castillo, Sr. Buyer/512-322-6466
Boards and Commission Action:	Recommended by the Electric Utility Commission.
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.
Related Items:	

Additional Backup Information

This contract will allow Austin Energy to replenish stock of repair parts for the four boiler feed water valves on the Combined Cycle Unit 5 at the Sand Hill Energy Center. These parts are stocked to rebuild the feed water valves as required. Parts include gaskets, packing sets, seat rings, plug assemblies, spindles, and disc stacks. Spare parts are kept on hand due to the long lead times for ordering and to ensure reliability of the unit.

Control Components, Inc. is the original equipment manufacturer for these valve parts. No other parts can be used to repair the boiler feed water valves. These valves are specialized valves designed to take a large pressure drop without damaging internal components of the valve and are critical to the reliability of Unit 5.

MBE / WBE Solicited: 2/1

MBE/WBE Bid: 0/0

BID TABULATION

IFB DKC0078

Valve Repair Parts for Combined Cycle Unit

24 - Line items

<u>Vendor</u> <u>Total Price</u>

Control Components, Inc. \$62,963.00

Rancho Santa Margarita, CA

A complete bid tabulation is on file in the Purchasing Office and on the City of Austin, FASD Purchasing Office website.

PRICE ANALYSIS

- a. Sole bid. Bid closing date was extended by four weeks in an effort to secure more bids without success. However, through the solicitation process it was determined that there are no other available OEM distributors who market these products.
- b. Twenty-four notices were sent including two MBEs. There are no known WBEs for this commodity code. One bid was received, with no response from the MBEs.
- c. The pricing offered represents a 5% increase to the last purchase awarded in June 2009.

APPROVAL JUSTIFICATION

- a. Sole bid received. Control Components is the current provider for these products.
- b. The Purchasing office concurs with Austin Energy's recommended award.
- c. Advertised on the Internet.