

## A G E N D A



## Recommendation for Council Action (Purchasing)

Austin City Council	Item ID:	17432	Agenda Number	34.
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Meeting Date:	August 16, 2012
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Department:	Purchasing
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## Subject

Authorize award, negotiation, and execution of a 24-month requirements service contract with PIKE ELECTRIC, INC. for the purchase of equipment installation and maintenance services at Austin Energy substations in an estimated amount not to exceed \$1,000,000, with three 12-month extension options in an estimated amount not to exceed \$500,000 per extension option, for a total estimated contract amount not to exceed \$2,500,000.

## Amount and Source of Funding

Funding in the amount of \$20,833 is available in the Fiscal Year 2011-2012 Operating Budget of Austin Energy and \$20,834 is available in the Fiscal Year 2011-2012 Capital Budget of Austin Energy. Funding for the remaining 23 months of the original contract period and extension options is contingent upon available funding in future budgets.

## Fiscal Note

A fiscal note is attached.

Purchasing Language:	Sole proposal received.
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Prior Council Action:	
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For More Information:	Gage Loots, Buyer II / 512-322-6118
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Boards and Commission Action:	Recommended by the Electric Utility Commission.
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Related Items:	
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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.
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### Additional Backup Information

This contract will provide substation non-civil services for Austin Energy (AE) to be purchased on an as-needed basis. The contractor will provide the expertise, labor and equipment necessary to install and maintain AE substations. These services include the assembly of bus structures and hardware, installation of equipment such as circuit breakers, transformers and capacitor banks, and various other activities required to maintain and improve substations. AE personnel provide these services; however, this contract will be used to supplement those resources when necessary to complete both routine and emergency work.

An Austin Energy evaluation team with expertise in this area evaluated the proposal and unanimously decided that this proposal represented a very qualified contractor to provide these services. Evaluation criteria used to evaluate the proposal included the plan to accomplish the scope of work, cost, experience, equipment and facilities, and local business presence.

MBE/WBE solicited: 98/38

MBE/WBE bid: 0/0

#### PRICE ANALYSIS

- a. Sole proposal. This is a very specialized service with a limited source of contractors.
- b. Nine hundred two notices were sent, including 98 MBEs and 38 WBEs. One proposal was received, with no response from the MBE/WBEs.
- c. Pike Electric is not the current contractor for this service.

#### APPROVAL JUSTIFICATION

- a. The Purchasing Office concurs with Austin Energy's recommended award.
- b. Advertised on the Internet.