

A G E N D A



Recommendation for Council Action (Purchasing)

Austin City Council	Item ID:	33376	Agenda Number	35.
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Meeting Date:	June 12, 2014
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Department:	Purchasing
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Subject

Authorize award and execution of a 36-month supply contract with DEALERS ELECTRIC SUPPLY, for the purchase of Ion Meter Parts for Austin Energy, in an amount not to exceed \$442,635, with three 12-month extension options in an amount not to exceed \$147,545 per extension option, for a total amount not to exceed \$885,270.

Amount and Source of Funding

Funding in the amount of \$36,886 is available in the Fiscal Year 2013-2014 Operating Budget of Austin Energy.

Fiscal Note

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

Purchasing Language:	Lowest bid received.
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Prior Council Action:	
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For More Information:	Paige McDonald, Buyer II /512-322-6118
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Boards and Commission Action:	May 19, 2014 - Recommended by the Electric Utility Commission on a vote of 6-0.
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Related Items:	
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MBE / WBE:	This contract will be awarded in compliance with City Code Chapter 2-9D (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 is for ION meter parts necessary for upgrades and improvements to Austin Energy's Power Quality System. ION meters provide revenue metering data for accurate billing and power quality, and real-time data for Austin Energy's largest commercial and industrial customers.

In addition to the complete revenue metering capabilities and powerful communications technology, the ION meters offer expanded power quality analysis and ERCOT-compliant reporting. These meters are installed in switchgear at every substation. Switchgear houses the feeder circuit breakers that feed residential and commercial distribution. These meters are also located at specific tie points with other utilities and utilized by ERCOT. Most if not all major customers, such as Samsung, Dell, Freescale and AMD use these meters for real-time analysis. Austin Energy's metering group as well as the Power Quality group use these meters to research customer inquiries.

MBE/WBE solicited: 4/0

MBE/WBE bid: 0/0

BID TABULATION

IFB No. MPM0008

Ion Meter Parts

(3 – line items)

Vendor

Dealers Electric Supply
Austin, TX

Total Bid Amount

\$147,545.30

Texas Electric Cooperative
Georgetown, TX

\$150,990.00

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

PRICE ANALYSIS

- a. Adequate competition.
- b. Ninety-six notices were sent including four MBEs. There are no known WBEs for this commodity. Two bids were received, with no response from the MBEs.
- c. The pricing offered represents a 14% increase to the last purchase made in March 2009. This increase is based on the change in model from the 8600 to the 8650, which has higher accuracy, more memory, and will fully retrofit into older meters.

APPROVAL JUSTIFICATION

- a. Lowest bid received. Dealers Electric Supply is the current provider of these goods.
- b. The Purchasing Office concurs with Austin Energy's recommended award.
- c. Advertised on the Internet.