

## A G E N D A



## Recommendation for Council Action (Purchasing)

Austin City Council - Commissioner's Court Meeting		Item ID:	34241	Agenda Number	63.
Meeting Date:	August 7, 2014				
Department:	Purchasing				
Subject					
Authorize negotiation and execution of 72-month service contracts with AFFILIATED POWER SERVICES LP, PRO SERV INDUSTRIAL CONTRACTORS, LLC, and TEI CONSTRUCTION SERVICES, INC., or another qualified offeror to RFP No. MLG0024REBID, for maintenance and repair services for the heat recovery steam generator at Austin Energy's Sand Hill Energy Center in an amount not to exceed \$8,000,000 each and combined.					
Amount and Source of Funding					
Funding in the amount of \$222,222 is available in the Fiscal Year 2013-2014 Operating Budget of Austin Energy. Funding for the remaining 72 months of the contract period is contingent upon available funding in future budgets.					
Fiscal Note					
There is no unanticipated fiscal impact. A fiscal note is not required.					
Purchasing Language:	Best evaluated proposals.				
Prior Council Action:					
For More Information:	Gage Loots, Supervising Senior Buyer, 512-322-6251				
Boards and Commission Action:	July 21, 2014 - Approved by the Electric Utility Commission on a vote of 7-0.				
Related Items:					
MBE / WBE:	This contract will be awarded in compliance with City Code Chapter 2-9C (Minority-Owned and Women-Owned Business Enterprise Procurement Program). No subcontracting opportunities were identified; therefore, no goals were established for this contract.				
Additional Backup Information					

This contract will provide specialized maintenance and repair services for the heat recovery steam generator at Austin Energy's Sand Hill Energy Center. The heat recovery steam generator is a boiler which uses gas turbine exhaust to produce steam used to drive the steam turbine.

These services include planned and emergency maintenance. The pool of contractors will furnish the labor and supervision, equipment, tools, parts and supplies necessary to support maintenance and repair of the heat recovery steam generator. Multiple contractors are needed to assure timely response and expertise. Contractors will submit a work plan, schedule and pricing for individual projects, and the contractor offering the lowest price who is available to perform within the required timeline will be awarded the work for the specific project.

An Austin Energy evaluation team with expertise in this area evaluated the proposals and unanimously chose these proposals as the best to provide these services. Evaluation criteria used to evaluate the proposals include solution and program to accomplish work, cost, personnel qualifications, experience, responsiveness to terms and conditions, and local business presence.

This request allows for the development of an agreement three qualified offerors that Council selects. If the City is unsuccessful in negotiating a satisfactory agreement with the selected offeror, negotiations will cease with that provider. Staff will return to Council so that Council may select another qualified offeror and authorize contract negotiations with this provider.

MBE/WBE solicited: 3/3

MBE/WBE bid: 0/0

#### **PRICE ANALYSIS**

- a. Adequate competition.
- b. Two hundred, eighty-nine notices were sent, including three MBEs and three WBEs. Nine proposals were received, with no response from the MBE/WBEs.

#### **APPROVAL JUSTIFICATION**

- a. Best evaluated proposals. This is the first contract of its type. It is being initiated due to the specialization of these services and need for prompt reaction for emergency repairs as well as routine maintenance.
- b. The Purchasing Office concurs with Austin Energy's recommended award.
- c. Advertised on the Internet.