

A G E N D A



Recommendation for Council Action (Purchasing)

Austin City Council - Commissioners Court Meeting	Item ID:	36686	Agenda Number	26.
Meeting Date:	October 2, 2014			
Department:	Purchasing			
Subject				
Authorize award and execution of a contract with RISCO SUPPLY CO. INC. for the purchase of engine intake air bag filters for four LM6000 gas turbine generators at Austin Energy's Sand Hill Energy Center, for a total contract amount not to exceed \$98,991.				
Amount and Source of Funding				
Funding is available in the Fiscal Year 2014-2015 Operating Budget of Austin Energy.				
Fiscal Note				
There is no unanticipated fiscal impact. A fiscal note is not required.				
Purchasing Language:	Lowest bid received.			
Prior Council Action:				
For More Information:	Maria Andrade, Buyer I, 512-972-9424			
Boards and Commission Action:	September 15, 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-D (Minority-Owned and Women-Owned Business Enterprise Procurement Program). No subcontracting opportunities were identified; therefore, no goals were established for this solicitation.			
Additional Backup Information				

This contract is for a one-time purchase of 444 engine intake air bag filters for four LM6000 gas turbine generators at Austin Energy's Sand Hill Energy Center. These specialized intake air filters are required to allow adequate air flow for efficient engine operation and to prevent the gas turbine engines from ingesting dirt and other contaminants. Failure to maintain adequate gas turbine intake air filters could result in engine damage or reduced production. These intake bag filters meet the gas turbine equipment manufacturer's specifications and are changed every six years to maintain turbine operation at peak efficiency.

MBE/WBE solicited: 3/5

MBE/WBE bid: 0/3

BID TABULATION

IFB No. MEA0002
Filters, Air Cleaner
(1 – line item)

<u>Vendor</u>	<u>Total Bid Amount</u>
Risco Supply Co. Inc. (WBE) Cedar Park, TX	\$98,991
FMW Distributors Inc. (WBE) Montgomery, TX	\$105,783
Worldwide Filters and Supplies Indianapolis, IN	\$113,117
Guardian Industrial Supply, LLC. (WBE) Austin, TX	\$113,641

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

PRICE ANALYSIS

- Adequate Competition.
- One hundred fifteen notices were sent including three MBEs and five WBEs. Four bids were received, with response from three WBEs.
- This is the first purchase of its type; therefore, there is no pricing history available. The currently installed filters came with the purchase of the equipment.

APPROVAL JUSTIFICATION

- Lowest bid received.
- The Purchasing Office concurs with Austin Energy's recommended award.
- Advertised on the Internet.