

A G E N D A



Recommendation for Council Action (Purchasing)

Austin City Council	Item ID:	58360	Agenda Number	32.
Meeting Date:	June 9, 2016			
Department:	Purchasing			
Subject				
Authorize negotiation and execution of a 36-month contract with SIEMENS INDUSTRY, INC. to provide preventive maintenance, technical support, and repair services to a proprietary heating, ventilation, and air condition system in an amount not to exceed \$915,000, with three 12-month extension options in an amount not to exceed \$305,000 per extension option, for a total contract amount not to exceed \$1,830,000.				
Amount and Source of Funding				
Funding in the amount of \$101,667 is available in the Fiscal Year 2015-2016 Operating Budget of the Austin Convention Center Department. Funding for the remaining 32 months of the original contract period and extension options are contingent upon available funding in future budgets.				
Fiscal Note				
A fiscal note is not required.				
Purchasing Language:	Sole Source			
Prior Council Action:				
For More Information:	Claudia Rodriquez, Sr. Buyer, 512-974-3092			
Boards and Commission Action:				
Related Items:				
MBE / WBE:	This contract is exempt from the City Code Chapter 2-9 C Minority Owned and Women Owned Business Enterprise Procurement Program; therefore, no subcontracting goals were established.			

Additional Backup Information

The contract will provide preventative maintenance, technical support, and repair services for the Siemens Apogee building automation system for the Austin Convention Center. The Apogee system is used to monitor and adjust the Austin Convention Center's heating, ventilation, and air conditioning (HVAC) systems in order to minimize the overall energy consumption of the facility.

The Apogee system was initially purchased in 2002 as part of the north-side expansion project. The Apogee system is a direct digital control system that includes a large distributed computer system with software and firmware written specifically for the Austin Convention Center.

Siemens is the sole provider for the Apogee system utilized in the Austin Convention Center. Siemens uses proprietary parts and materials, and they do not sell or distribute the software or firmware to other vendors. In addition, they do not certify or license other vendors to perform preventative maintenance, technical support or repair services on their Apogee building automation system. The preventive maintenance, technical support, and repair services for the Apogee system will be completed by professionals certified by Siemens.

The Austin Convention Center requires a fully operational facility; the execution of the proposed contract will ensure that the HVAC systems will be properly maintained and services kept at an optimal level. If the HVAC system is not operating properly, services to the clients and guests could be interrupted.

SIEMENS INDUSTRY, INC.				
	# months	Contract Amount	Contract Amendment	Revised Amount
Original Term	36	\$ 915,000	n/a	n/a
Extension Option 1	12	\$ 305,000	n/a	n/a
Extension Option 2	12	\$ 305,000	n/a	n/a
Extension Option 3	12	\$ 305,000	n/a	n/a
TOTAL	72	\$ 1,830,000	\$ -	\$ -