



**Recommendation for  
Water & Wastewater Commission**

<b>Commission Meeting Date:</b>	September 13, 2017
<b>Council Meeting Date:</b>	October 5, 2017
<b>Department:</b>	Purchasing
<b>Client:</b>	Mehrdad Morabbi, Rick Harland, Rick Coronado
<b>SUBJECT</b>	
<p>Authorize negotiation and execution of a contract with <b>HONEYWELL INTERNATIONAL, INC.</b>, to provide maintenance, support, and related parts for the Honeywell energy management system, for a term of five years in an amount not to exceed \$570,283. This is a multi-department contract. Austin Water's requested authorization is \$92,231.</p>	
<b>AMOUNT AND SOURCE OF FUNDING</b>	
<p>Funding in the amount of \$13,672 available in the Fiscal Year 2017-2018 Operating Budget of the Austin Water. Funding for the remaining four years of the initial contract term is contingent upon available funding in future budgets.</p>	
<b>Purchasing Language:</b>	Sole Source
<b>Prior Council Action:</b>	N/A
<b>Boards and Commission Action:</b>	September 13, 2017 – To be reviewed by the Water and Wastewater Commission.
<b>MBE/WBE:</b>	Sole source contracts are exempt from the City Code Chapter 2-9C Minority Owned and Women Owned Business Enterprise Procurement Program; therefore, no subcontracting goals were established.

The contract will provide maintenance, support, and related repair parts for the Honeywell energy management system for the Aviation department, Building Services department, and Austin Water. The energy management system is a comprehensive solution that combines energy and process into online-advanced control and optimization strategies. The solution is used to monitor and control facilities heating, ventilation, and air conditioning systems (HVAC).

Honeywell International, Inc. is the sole provider of the Honeywell energy management system, which can only be supported, maintained, and serviced by factory trained and certified technicians under the direct employment of Honeywell International, Inc.

This contract will consolidate two current contracts. One from Austin Water which expires January 7, 2018 with an average spend of \$15,490 per year and one from Aviation which expires June 30, 2018 with an average spend of \$92,006 over the last five years. The new contract needs to be put in place early because Aviation has depleted its funds on the current contract due to unexpected repairs. Building Services is a new department that will be added to this contract.