



**Purchasing Contract
CITY OF AUSTIN
RECOMMENDATION FOR COUNCIL ACTION**

AGENDA ITEM NO.: 24
AGENDA DATE: Thu 02/12/2004
PAGE: 1 of 2

SUBJECT: Authorize execution of a contract with COOPER TURBOCOMPRESSOR, Bensalem, PA, for one air compressor in an amount not to exceed \$95,795.

AMOUNT & SOURCE OF FUNDING: Funding is available in the Fiscal Year 2003-2004 Approved Capital Budget of the Electric Utility Department

FISCAL NOTE: A fiscal note is attached.

REQUESTING Purchasing
DEPARTMENT: for Austin Energy;

DIRECTOR'S
AUTHORIZATION: Vickie Schubert

FOR MORE INFORMATION CONTACT: Mario Guerrero, Senior Buyer, 322-6307

PRIOR COUNCIL ACTION: N/A

BOARD AND COMMISSION ACTION: N/A

PURCHASING: Low bid of four bids received.

MBE / WBE: This contract will be awarded in compliance with Chapter 2-9 of the City Code (Minority-Owned and Women-Owned Business Enterprise Procurement Program). No subcontracting opportunities were identified; therefore, no goals were established for this solicitation.

The contract will provide for the purchase of one air compressor for use at the Austin Energy Domain Plant. The new compressor will replace an existing unit that is 24 years old. The existing unit was sized for a heavy manufacturing load that no longer exists at this site. Because the existing 700 H.P. unit is oversized, it is very inefficient at the current loads. There are no foreseeable future significant compressed air load increases. The existing compressor unit will be retained for backup purposes.

The new 300 H.P. air compressor is being purchased for efficiency and energy cost savings. At the current loads the new unit will save approximately 121,500 kWh per month, or a savings of approximately \$ 89,000.00 per year.

MBE/WBE Solicited: 1/1

MBE/WBE Bid: 0/0



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BID TABULATION

Air Compressor
IFB No. GM04100003

<u>Bidder</u>	<u>Price</u>
Cooper Turbocompressor, Bensalem PA	\$95,795
Condit Company, Dallas TX	\$100,323
Gulf States Engineering Company Inc., Baton Rouge LA	\$124,985
Ingersoll Rand, San Antonio TX	\$162,327

PRICE ANALYSIS

- a. Adequate competition.
- b. Six notices were sent out, including one MBE and one WBE. Four bids were issued and received. M/WBE did not respond.
- c. There is no recent comparison history available for this item.

APPROVAL JUSTIFICATION

- a. Low bid.
- b. The Electric Utility Department concurs with the recommended awardee.
- c. Advertised on the Internet.

CIP BUDGET
Fiscal Note

DATE OF COUNCIL CONSIDERATION:

2/12/2004

WHERE ON AGENDA:

Resolution

DEPARTMENT:

Electric Utility Department

SUBJECT: Authorize execution of a contract with COOPER TURBOCOMPRESSOR, Bensalem, PA, for the purchase of one air compressor in an amount not to exceed \$95,795.

FINANCIAL INFORMATION:

Parent Project Name: **Non-Electric Plant Assets - Chillers**
Project Authorization: 2003-2004 Approved Capital Budget

Current Appropriation	\$ 81,667,916.00	
Unencumbered Balance		\$ 16,093,516.88
Amount of This Action		<u>(95,795.00)</u>
Remaining Balance		<u><u>\$ 15,997,721.88</u></u>

Use of Remaining Balance:


Remaining funds will be used for design, construction, equipment, and material acquisition to complete the project.

Use of Any Remaining Funds After Completion of Project:

No remaining funds anticipated at this time.

Director, Planning & Budget

Signature: _____



Date: _____

1/27/04