



**Purchasing Service Agreement
CITY OF AUSTIN
RECOMMENDATION FOR COUNCIL ACTION**

**AGENDA ITEM NO.: 13
AGENDA DATE: Thu 04/22/2004
PAGE: 1 of 2**

SUBJECT: Authorize execution of 12-month service agreement with TEXAS INFRARED, Beaumont, TX for infrared imaging inspections in an amount not to exceed \$53,400, with four 12-month extension options in an amount not to exceed \$53,400 per extension option, for a total agreement amount not to exceed \$267,000.

AMOUNT & SOURCE OF FUNDING: Funding in the amount of \$22,250 is available in Fiscal Year 2003-2004 Amended Operating Budget of the Electric Utility Department. Funding for the remaining seven months of the original contract period and extension options is contingent upon available funding in future budgets.

FISCAL NOTE: There is no unanticipated fiscal impact. A fiscal note is not required.

REQUESTING Purchasing **DIRECTOR'S**
DEPARTMENT: for Austin Energy; **AUTHORIZATION:** Vickie Schubert

FOR MORE INFORMATION CONTACT: Dolores Castillo, 512-322-6466

PRIOR COUNCIL ACTION: N/A

BOARD AND COMMISSION ACTION: N/A

PURCHASING: Low bidder of three 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.

This contract will provide Austin Energy with Infrared/Ultraviolet Imaging Inspection Services. This state of the art technology will provide the means for Austin Energy to proactively reduce maintenance costs, minimize unscheduled outages and help establish a predictive maintenance plan. This technology assures power system reliability by detecting defective electrical components, equipment, and hardware in the early states of degradation. These services will be utilized for Austin Energy's transmission and distribution systems and substation facilities. The work will be performed at each location at various times as the need is determined by Austin Energy staff throughout the duration of this agreement.

MBE/WBE Solicited: 2/0

MBE/WBE Bid: 0/0



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BID TABULATION

IFB No. DC04300008A

Infrared/Imaging Inspection Services, Service Agreement
(Annual contract quantity of 2,160 hours)

<u>Vendor</u>	<u>Price</u>
Texas Infrared Beaumont, Texas	\$53,400
Snell Thermal Inspection Montpelier, Vermont	\$98,250
Hot/Shot Infrared Inspection, Inc. Lakewood, Colorado	\$126,000

PRICE ANALYSIS

- a. Adequate competition.
- b. Six notices were issued. Four bids were issued and three bids were received. No MBEs responded. There are no known WBEs for this commodity.
- c. A price comparison with a spot purchase on October 2003 indicates these contract prices have decreased approximately 30%, which can be attributed to the price break for a much larger quantity.

APPROVAL JUSTIFICATION

- a. Low bid.
- b. The Electric Utility concurs with this award.
- c. Advertised on the Internet.