

Purchasing Service Agreement CITY OF AUSTIN RECOMMENDATION FOR COUNCIL ACTION

AGENDA ITEM NO.: 20 AGENDA DATE: Thu 06/10/2004

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SUBJECT: Authorize execution of a 12-month service agreement with CENTRIFUGE REPAIR & ENGINEERING, INC., La Porte, TX, for the repair of water treatment centrifuges for the Austin Water Utility in an amount not to exceed \$100,274, with two 12-month extension options in the amount not to exceed \$100,274 per extension option, for a total agreement amount not to exceed \$300,822.

<u>AMOUNT & SOURCE OF FUNDING:</u> Funding in the amount of \$33,425 is available in the Fiscal Year 2003-2004 Approved Operating Budget of the Austin Water Utility. Funding for the remaining eight 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 Water Utility; AUTHORIZATION: Vickie Schubert

FOR MORE INFORMATION CONTACT: Stephen T. Aden, Supervising Senior Buyer, 974-2021.

PRIOR COUNCIL ACTION: N/A

BOARD AND COMMISSION ACTION: N/A

PURCHASING: Lowest bid of five 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 establishes an annual service agreement to repair centrifuges at Austin Water Utility's Ullrich and Davis Water Treatment Plants. Centrifuges have been used in the City's water treatment process for the past 10 years. They are used to dewater the sludge by-product produced by the lime softening process in water treatment. This minimizes the number of truck loads of material that has to be transported to our approved disposal site.

Davis Water Treatment Plant has four centrifuges and Ullrich Water Treatment Plant has three centrifuges. During the summer months Davis has three of the centrifuges in operation full-time with one reserve. Ullrich operates two of the centrifuges full-time with one reserve. If a centrifuge needs repair or an overhaul, the City will replace it with the reserve unit. The contractor will pick up the unit from the plant and take it to its facility for repair. After repairs are made, the unit is tested and returned by the contractor to the City and placed in reserve for future use. It is estimated that one centrifuge per facility will be overhauled or repaired each year, and it is anticipated that this will be accomplished during the winter months when the water production requirements are low.

MBE/WBE Solicited: 0/1 MBE/WBE Bid: 0/0

RCA Serial#: 4888 Date: 06/10/04 Original: Yes Published:

Disposition: Adjusted version published:

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BID TABULATION

Annual Repair of Centrifuges (Three Manufacturers, 20 Line Items) IFB NO. SA04300028

| Plant Location: Centrifuge Mfg: | Green WTP <u>Bird</u> | Davis WTP <u>Humbolt-Wedag</u> | Ullrich WTP Sharples | Total Award |
|---|--------------------------|-----------------------------------|-------------------------|--------------|
| <u>VENDORS</u> | | | | |
| Centrifuge Repair & Eng. La Porte, Texas | \$46,540.00 | \$33,325.00 | \$66,949.00 | \$100,274.00 |
| Kubco Decanter Services Houston, Texas | \$43,280.00* | \$39,000.00 | \$ 79,300.00 | \$ 43,280.00 |
| Andritz Bird Houston, Texas | \$97,944.99 | \$47,299.00 | N/B | |
| B & P Process Equipment Houston, Texas | \$56,600.00 | \$36,250.00 | \$ 44,740.00** | |
| MEPCO Inc. Houston, Texas | \$84,500.00 | \$56,500.00 | \$184,500.00 | |

^{*} Administrative award will be made to Kubco Decanter Services for the repair of the Bird Centrifuges at Green Water Treatment Plant.

PRICE ANALYSIS

- a. Adequate competition.
- b. Twenty-three notices were sent. There were no MBE or WBE firms listed under this commodity. Eight solicitations were issued. Five bids were received. Received one "No Bid".
- c. This is the first contract of this type; therefore, there is no bid history available.

APPROVAL JUSTIFICATION

- a. Low Bidder.
- b. The Austin Water Utility concurs with the recommendation.
- c. Advertised in the Austin American-Statesman and Internet.

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^{**}Did not bid on all of the items for repair as required by the solicitation.