



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

**AGENDA ITEM NO.: 12
AGENDA DATE: Thu 10/07/2004
PAGE: 1 of 2**

SUBJECT: Authorize execution of a contract with MATCOR, INCORPORATED, Sugarland, TX, for consulting and inspection services for corrosion control on the fuel gas system at Decker Creek Power Station, in an amount not to exceed \$174,865.

AMOUNT & SOURCE OF FUNDING: Funding is available in the Fiscal Year 2004-2005 Approved Operating Budget of Austin Energy.

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

REQUESTING Purchasing
DEPARTMENT: for Austin Energy;

**DIRECTOR'S
AUTHORIZATION:** Vickie Schubert

FOR MORE INFORMATION CONTACT: Martha L. Gaines, Buyer II, 322-6583

PRIOR COUNCIL ACTION: N/A

BOARD AND COMMISSION ACTION: N/A

PURCHASING: Lowest bid meeting specification 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 is for corrosion and integrity inspection services for the natural gas infrastructure supplying fuel gas to Decker Creek plant's two (2) steam units and four (4) gas turbines. At the conclusion of the inspection process a comprehensive five (5) year inspection plan will be developed allowing Austin Energy to plan and schedule maintenance on the natural gas piping. The maintenance plan will be prioritized with most urgent work occurring first ensuring the integrity and reliability of the system.

Consultation and inspection services are needed to ensure the safety and reliability of the fuel gas and oil lines that supply the two Decker boilers and the four gas turbines. Fuel oil is not a large safety hazard for the plant but does pose the threat of environmental exposure. The maintenance plan to be developed under this contract will help minimize the threat of such exposure.

MBE/WBE solicited: 0/0

MBE/WBE bid: 0/0



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BID TABULATION

IFB No. MG04300011

Consulting and Inspection Services for Corrosion Control
on the Fuel Gas System at Decker Creek Power Station

Vendor

Corrpro Companies, Inc.
Houston, TX

Total Bid

\$ 16,275*

Aptech Engineering Services
Houston, TX

\$140,500*

Matcor, Incorporated
Sugarland, TX

\$174,865

*Did not submit a total bid for all areas of the Scope of Work as required by the solicitation.

PRICE ANALYSIS

- a. Adequate competition.
- b. Seven notices were sent. Three bids were issued. Three bids were received. There are no known MBE/WBEs listed for this commodity code.
- c. This type of service has never been purchased. There is no history for comparison.

APPROVAL JUSTIFICATION

- a. Low bid meeting specification.
- b. Austin Energy concurs with the recommended award.
- c. Advertised on the Internet.