



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

**AGENDA ITEM NO.: 22
AGENDA DATE: Thu 10/21/2004
PAGE: 1 of 2**

SUBJECT: Authorize execution of a 12-month supply agreement with KBS ELECTRICAL DISTRIBUTORS, Austin, TX, in an amount not to exceed \$606,580, with four 12-month extension options in an amount not to exceed \$606,580 per extension option, for a total agreement amount not to exceed \$3,032,900; and with HUGHES SUPPLY, San Antonio, TX, in an amount not to exceed \$235,720, with four 12-month extension options in an amount not to exceed \$235,720 per extension option for a total agreement amount not to exceed \$1,178,60 for SF6 insulated switchgear.

AMOUNT & SOURCE OF FUNDING: Funding in the amount of \$772,108 is available in the Fiscal Year 2004-2005 Approved Capital Budget of Austin Energy. Funding for the remaining one month of the original contract period and extension options is contingent upon available funding in future budgets.

FISCAL NOTE: A fiscal note is attached.

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 bidders meeting specifications 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.

The two annual supply agreements are for eight various types of SF6 insulated, 15kV, padmounted, distribution switchgear. This switchgear is used for serving large industrial and large underground electrical service areas. SF6 switchgear has a gas insulating medium that provides a much smaller unit versus air insulated switchgear. SF6 switchgear safely provides a quicker relay response and interruption if a fault is indicated. This quicker and safer response provides for better power system reliability.

MBE/WBE Solicited: 2/0

MBE/WBE bid: 2/0



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**BID TABULATION
SF6 insulated switchgear
IFB DC04100031**

<u>Description</u>	<u>PM&N*</u> <u>Austin, TX</u>	<u>PM&N*</u> <u>Austin, TX</u>	<u>Priester Sup*</u> <u>Austin, TX</u>	<u>KBS Elect.</u> <u>Austin, TX</u>	<u>Hughes Sup.</u> <u>Austin, TX</u>
Switchgear, 15kV					
1-600 amp load	\$233,460	\$259,125	\$258,240	\$264,420	\$272,250
2-600 amp load	\$ 81,908	\$ 91,328	\$ 93,788	\$ 93,180	\$ 94,016
2-600 load switches	\$105,752	\$117,388	\$134,072	\$119,600	\$119,120
2-900 load switches	\$102,886	\$114,202	\$107,264	\$117,100	\$116,600
4-900 load switches	\$ 44,592	\$ 49,496	\$ 40,804	\$ 50,700	\$ 51,710
6-900 load switches	\$ 59,188	\$ 65,698	\$ 59,542	\$ 67,380	\$ 69,290
2-900 load switches	\$ 64,954	\$ 72,098	\$ 67,034	\$ 73,900	\$ 77,000
2-900 amp load	\$ 50,106	\$ 55,618	\$ 46,894	\$ 57,000	\$ 59,360

*Did not meet specifications as required by the solicitation. Prices submitted by PM&N were not firm prices throughout the contract term. Priester Supply did not meet specifications for various items.

PRICE ANALYSIS

- Adequate competition.
- Two notices were issued to MBEs. Seven solicitations were issued and five bids were received. MBEs did not respond. There are no known WBEs for this commodity.
- Austin Energy has not contracted for these types of switchgear; therefore, a price comparison is not available.

APPROVAL JUSTIFICATION

- Low bidders meeting specification.
- Austin Energy concurs with this award
- Advertised on the Internet.

CIP BUDGET
Fiscal Note

DATE OF COUNCIL CONSIDERATION:

10/21/2004

WHERE ON AGENDA:

Resolution

DEPARTMENT:

Austin Energy

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FINANCIAL INFORMATION:

Parent Project Name: **Distribution**
Project Authorization: 2004-2005 Approved Capital Budget

Current Appropriation	\$ 215,597,444.00	
Unencumbered Balance		\$ 40,035,563.40
Amount of This Action		<u>(772,108.00)</u>
Remaining Balance		<u><u>\$ 39,263,455.40</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 and Budget

Signature: _____



Date: _____

10/4/04