

## AGENDA



Thursday, June 8, 2006

 Back

**Purchasing Service Agreement  
RECOMMENDATION FOR COUNCIL  
ACTION**

ITEM 34

42

**Subject:** Authorize award and execution of a 12-month requirements service contract with CRANE VALVE SERVICES, Houston, TX, and DRESSER FLOW CONTROL, Corpus Christi, TX, for repair, maintenance, and testing of various valves at the Decker, Holly, and Sand Hill power plants in an estimated combined amount not to exceed \$200,000, with three 12-month extension options in an estimated combined amount not to exceed \$200,000 per extension option, for a total estimated combined contract amount not to exceed \$800,000.

**Amount and Source of Funding:** Funding for \$50,000 is available in Fiscal Year 2005-2006 Approved Operating Budget of Austin Energy. Funding for the remaining nine 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.

**For More Information:** Martha L. Gaines, Buyer II/322-6583

**Prior Council Action:**

**Boards and Commission Action:**

**Purchasing Language:** Lowest bids of two 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.

**Additional Backup Material**

(click to open)

**D CRANE-DRESSER BID  
TAB**

This contract is for repair, maintenance, and testing services for various types of valves. The valves addressed in the specification are pressure relief, diaphragm actuated control valves, Limitorque Valve Operators, motorized and manual gate valves, globe valves, ball valves, butterfly valves, angle, and check valves.

Services that may be required include, but are not limited to, providing labor, equipment, incidentals and consumables, replacement parts for disassembly, inspection, repair, machining, re-assembly, and testing of valves. Each time services are required, Austin Energy will provide a scope of work to the contractors. This scope may be in the form of a

walk-through inspection or a written request. At that time each awarded contractor may submit a bid to complete the required services identified on each service request. The scope will be awarded to the low bidder meeting all requirements.

MBE/WBE solicited: 0/0 MBE/WBE bid: 0/0

**PRICE ANALYSIS**

- a. Adequate competition.
- b. Sixty-one notices were sent. Five solicitations were issued. Two bids were received. There are no MBEs/WBEs listed for this commodity.
- c. Evaluation was based on sample projects outlined in the solicitation document. Contract amount was shown in the solicitation document and is the amount budgeted per year.
- d. This is the first purchase of its type; therefore, there is no pricing history available.

**APPROVAL JUSTIFICATION**

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