Thursday, June 22, 2006

Purchasing Service Agreement

RECOMMENDATION FOR COUNCIL ACTION

Subject: Authorize award, negotiation and execution of a 12-month requirements service agreement with CENTRAL TX COMMERCIAL A/C & HEATING, INC., Austin, TX, HOLMAN BOILER WORKS, San Antonio, TX and T. F. TIGERT, INC., Lancaster, TX, for the rental of emergency temporary, portable, utility plant systems including boilers, cooling towers, generators, air compressors and other utility plant equipment, for a combined estimated amount not to exceed $300,000, with four 12-month extension options in a combined estimated amount not to exceed $300,000 per extension option, for a total estimated contract amount not to exceed $1,500,000.

Amount and Source of Funding: Funding for $75,000 is available in the 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: Karen Williams, Buyer II (512) 322-6467

Prior Council Action: This contract will be awarded in compliance with Chapter 2-9C 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.

Purchasing Language: Best evaluated proposals of three received.

Additional Backup Material
(dclick to open)
No Attachments Available

This contract is for the rental of emergency temporary, portable, utility plant systems for critical customers at the Austin Energy Robert Mueller Energy Center and Austin Energy Domain Plant. These critical customers include the Dell Seton Children's Hospital and Simon Properties. Contracts with these customers require Austin Energy to provide emergency equipment in the event of system failure resulting in the disruption of service delivery. Because of the critical nature of this services, multiple awards will be made, in order to ensure availability of equipment. As emergency equipment needs are identified, contractors will be offered the opportunity to submit a bid for the specific work scope. The project award will be made to the low bidder.

MBE/WBE solicited: 0/0 MBE/WBE responded: 0/0

PRICE ANALYSIS
a. Adequate competition.
b. Ten notices were sent. Five solicitations were issued. Three proposals were received. There are no known MBEs/WBEs listed for this commodity code.

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 for this type combination of equipment; therefore, there is no pricing history available.

APPROVAL JUSTIFICATION

a. Best evaluated proposal.
b. The Purchasing Office concurs with Austin Energy's recommended award.
c. Advertised on the Internet.