

AGENDA



Thursday, May 13, 2010

**Purchasing Office
RECOMMENDATION FOR COUNCIL ACTION**
Item No. 17

Subject: Authorize award and execution of a contract with OLYMPUS NDT, INC., Waltham, MA, for the purchase of a video borescope for use on gas turbine engines for Austin Energy in an amount not to exceed \$68,715.

Amount and Source of Funding: Funding is available in the Fiscal Year 2009-2010 Capital Budget of Austin Energy.

Fiscal Note: A fiscal note is attached.

For More Information: Dolores Castillo, Sr. Buyer/322-6466

Purchasing Language: Lowest bid of three bids received.

MBE/WBE: This contract will be awarded in compliance with Chapter 2-9D 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.

Prior Council Action: Recommended by the Electric Utility Commission.

This contract is for the purchase of a video borescope with required attachments and accessories to perform and record internal inspections of gas turbine engines and piping systems. This borescope will allow Austin Energy (AE) to perform manufacturer recommended routine inspections without major disassembly. The borescope will be used to monitor and inspect turbines at both Sand Hill Energy Center and the Decker Creek Power Station.

MBE/WBE solicited: 0/0

MBE/WBE bid: 0/0

PRICE ANALYSIS

- a. Adequate competition.
- b. Forty notices were sent. There are no known MBE/WBEs available for this commodity. Three bids were received.
- c. This is the first purchase of its type; therefore, there is no pricing history available.

APPROVAL JUSTIFICATION

- a. Lowest bid received.
- b. The Purchasing office concurs with Austin Energy's recommended award.
- c. Advertised on the Internet.