

AGENDA



Thursday, December 9, 2010

**Purchasing Office
RECOMMENDATION FOR COUNCIL ACTION**
Item No. 32

Subject: Authorize award and execution of a contract with DRAKE CONTROLS, LLC, Houston, TX, or the other qualified bidder for IFB-BV No. DKC0055 for the overhaul of five gas control valves and actuators for a gas turbine at the Sand Hill Energy Center in an amount not to exceed \$111,600.

Amount and Source of Funding: Funding in the amount of \$111,600 is available in the Fiscal Year 2010-2011 Operating Budget of Austin Energy.

Fiscal Note: There is no unanticipated fiscal impact. A fiscal note is not required.

For More Information: Dolores Castillo, Sr. Buyer/512-322-6466

Purchasing Language: Best evaluated bid of two bids received.

MBE/WBE: 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.

Boards and Commission Action: Recommended by the Electric Utility Commission.

This contract will provide for a qualified contractor to overhaul five gas control valves and actuators for a General Electric frame and gas turbine located at Austin Energy's Sand Hill Energy Center. The work to be performed includes a complete factory overhaul which involves factory product testing and certification, replacement of all worn items with new parts, and complete cleaning and repainting. When this work is complete, the Contractor will perform original equipment factory acceptance tests and parts tolerance checks to ensure the equipment is returned to a state meeting the equipment's original specifications. This repair work will ensure that the gas valves are returned to a "like new" condition, which will help prevent unplanned outages or late starts.

This request allows for the execution of a contract with a bidder, who provides the best value to the City, that Council selects. If this bidder does not execute a contract with the City, staff will return to Council so that Council may select another best value bidder and authorize a contract with this bidder.

MBE/WBE solicited: 0/0

MBE/WBE bid: 0/0

PRICE ANALYSIS

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

APPROVAL JUSTIFICATION

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