



Recommendation for Action

File #: 20-3107, **Agenda Item #:** 39.

10/15/2020

Posting Language

Authorize negotiation and execution of two multi-term contracts with Cleaver-Brooks Sales and Services Inc. and Pro Serv Industrial Contractors, LLC, to provide heat recovery steam generator services, each for up to six years for total contract amounts not to exceed \$17,400,000, divided between the contractors.

(Note: This solicitation was reviewed for subcontracting opportunities in accordance with City Code Chapter 2-9C Minority Owned and Women Owned Business Enterprise Procurement Program. For the services required for this solicitation, there were no subcontracting opportunities; therefore, no subcontracting goals were established).

Lead Department

Purchasing Office.

Client Department(s)

Austin Energy.

Fiscal Note

Funding in the amount of \$4,900,000 is available in the Fiscal Year 2020-2021 Operating Budget of Austin Energy. Funding for the remaining contract term is contingent upon available funding in future budgets.

Purchasing Language:

The Purchasing Office issued a Request for Proposals (RFP) 1100 DTB3000 for these services. The solicitation was issued on January 27, 2020 and it closed on February 20, 2020. Of the six offers received, the recommended contractors submitted the best evaluated responsive offers. A complete solicitation package, including a log of offers received, is available for viewing on the City's Financial Services website, Austin Finance Online. Link: [Solicitation Documents](https://www.austintexas.gov/financeonline/account_services/solicitation/solicitation_details.cfm?sid=133949)
<https://www.austintexas.gov/financeonline/account_services/solicitation/solicitation_details.cfm?sid=133949>.

Prior Council Action:

For More Information:

Inquiries should be directed to the City Manager's Agenda Office, at 512-974-2991 or AgendaOffice@austintexas.gov <<mailto:AgendaOffice@austintexas.gov>>

NOTE: Respondents to this solicitation, and their representatives, shall continue to direct inquiries to the solicitation's Authorized Contact Person: DeJuan Brown, at 512-322-6472 or DeJuan.Brown@austintexas.gov <<mailto:Jonathan.Dalchau@austintexas.gov>>.

Council Committee, Boards and Commission Action:

September 14, 2020 - Recommended unanimously by the Electric Utility Commission on a 10-0 vote, with

Commissioner Wray absent.

Additional Backup Information:

These contracts will provide planned and emergency maintenance and repair services for the heat recovery steam generator (HRSG) at Austin Energy's Sand Hill Energy Center. The HRSG is a boiler which uses gas turbine exhaust to produce steam used to drive a turbine. Services will be on an as-needed basis which will include maintenance, repair, overhaul, parts, upgrades, and inspection. Multiple contractors are needed to ensure timely response and expertise required to perform maintenance that prevents system failure.

These contracts replace the current contract which expires December 15, 2020. An evaluation team with expertise in this area evaluated the offers and determined that Cleaver-Brooks Sales and Services Inc. and Pro Serv Industrial Contractors, LLC were the best to provide these services based on price, service-disabled business enterprise, local preference, experience and qualifications, and work plan.

Contract Detail:

<u>Contract Term</u>	<u>Length of Term</u>	<u>Contract Authorization</u>
Initial Term	2 yrs.	\$ 7,400,000
Optional Extension 1	2 yrs.	\$ 5,000,000
Optional Extension 2	2 yrs.	\$ 5,000,000
TOTAL	6 yrs.	\$17,400,000

Note: Contract Authorization amounts are based on the City's estimated annual usage.

Strategic Outcome(s):

Government That Works for All.