



**Purchasing Contract
CITY OF AUSTIN
RECOMMENDATION FOR COUNCIL ACTION**

AGENDA ITEM NO.: 30
AGENDA DATE: Thu 01/13/2005
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SUBJECT: Authorize execution of a contract with POWER SUPPLY, INCORPORATED, Austin, TX, for the purchase of a main breaker for the Sand Hill Energy Center Simple Cycle Units in an amount not to exceed \$55,877.

AMOUNT & SOURCE OF FUNDING: Funding is available in the Fiscal Year 2004-2005 Approved Operating Budget of Austin Energy.

FISCAL NOTE: There is no unanticipated fiscal impact. A fiscal note is not required.

REQUESTING Purchasing
DEPARTMENT: for Austin Energy;

DIRECTOR'S
AUTHORIZATION: Vickie Schubert

FOR MORE INFORMATION CONTACT: Martha L. Gaines, Buyer II/322-6583

PRIOR COUNCIL ACTION: N/A

BOARD AND COMMISSION ACTION: N/A

PURCHASING: Lowest responsive bid 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.

This contract is for the purchase of a spare main generator breaker that can be utilized for all four Sand Hill simple cycle units. This breaker will be stocked in inventory to serve as a backup to the main breakers for all four of these units. In case of mechanical failures, the replacement breakers have a 6+-week lead-time. Failure of the main breaker on a unit would result in the unavailability of the unit for service and potentially could require the purchase of a replacement breaker at a much higher price because of the need to expedite the replacement/purchase.

MBE/WBE solicited: 0/0

MBE/WBE bid: 0/0



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BID TABULATION

Main Breaker For The Sand Hill Energy Center Simple Cycle Units

<u>Vendor</u>	<u>Total Bid</u>
Power Supply Austin, TX	\$55,877
 Brance-Krachy Company, Inc. Houston, TX	 \$54,000*

*Bidder withdrew its bid.

PRICE ANALYSIS

- Adequate competition.
- Four notices were sent. Two bids were received. There are no MBEs/WBEs listed for this commodity.
- The initial purchase of this breaker was in 2001 at the cost of \$49,172. This purchase reflects a 10% increase in cost.

APPROVAL JUSTIFICATION

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