

AGENDA



Recommendation for Council Action (Purchasing)

Austin City Council	Item ID:	21899	Agenda Number	29.
Meeting Date:	February 14, 2013			
Department:	Purchasing			
Subject				
Approve ratification of Amendment No. 1 to a contract with FLOWSERVE US INC. for repairs to a start up boiler feed pump for Austin Energy's Decker Creek Power Station to increase the contract authorization in an estimated amount not to exceed \$40,070, for a revised total contract amount not to exceed \$72,560.				
Amount and Source of Funding				
Funding is available in the Fiscal Year 2012-2013 Operating Budget of Austin Energy.				
Fiscal Note				
There is no unanticipated fiscal impact. A fiscal note is not required.				
Purchasing Language:	Critical Business Need.			
Prior Council Action:	█			
For More Information:	Dolores Castillo, Sr. Buyer/322-6466			
Boards and Commission Action:	To be reviewed by the Electric Utility Commission on January 28, 2013.			
Related Items:	█			
MBE / WBE:	This contract was awarded in compliance with Chapter 2-9C of the City Code (Minority-Owned and Women-Owned Business Enterprise Procurement Program). This was an emergency service contract; therefore, it is exempted under Chapter 791 of the Texas Local Government Code and no goals were established for this solicitation.			

Additional Backup Information

An initial sole source contract in the amount of \$32,490 was awarded to Flowserve US Inc., Houston, Texas, to repair a leak found during a scheduled inspection of the boiler feed pump for Unit # 2 at Decker Creek Power Station. After disassembly of the pump section that was leaking, the main head components were discovered to have severe internal damage. This high precision pump delivers clean water to the Unit # 2 boiler for the generation of steam to drive the turbine. Without this steam, Decker is unable to start Unit # 2 resulting in a loss of approximately 405 megawatts (MW) of generation.

The unforeseen additional repair work, in the amount of \$40,070, was expedited as a Critical Business Need procurement due to the urgent need to place the pump back in service. This emergency purchase allowed the supplier to complete repairs for the main head including expedited transport, machining work in the repair shop, and parts and labor.