

**AGENDA**



**Recommendation for Council Action (Purchasing)**

<b>Austin City Council</b>	<b>Item ID:</b>	30250	<b>Agenda Number</b>	34.
<b>Meeting Date:</b>	February 13, 2014			
<b>Department:</b>	Purchasing			

**Subject**

Authorize award and execution of a 12-month requirements service agreement with YOKA, INC., for preventative and corrective maintenance services for critical flywheel equipment at Austin Energy's System Control Center, in an amount not to exceed \$33,056, with four 12-month extension options in an amount not to exceed \$33,056 per extension option, for a total contract amount not to exceed \$165,280.

**Amount and Source of Funding**

Funding in the amount of \$33,056 will be available in the Fiscal Year 2013-2014 Operating Budget of Austin Energy. Funding for the extension options is contingent upon available funding in future budgets.

**Fiscal Note**

There is no unanticipated fiscal impact. A fiscal note is not required.

<b>Purchasing Language:</b>	Sole bid received.
<b>Prior Council Action:</b>	
<b>For More Information:</b>	Oralia Jones, Senior Buyer Specialist, 512-322-6594
<b>Boards and Commission Action:</b>	To be reviewed by the Electric Utility Commission on January 27, 2014.
<b>Related Items:</b>	
<b>MBE / WBE:</b>	This contract will be awarded in compliance with City Code Chapter 2-9C (Minority-Owned and Women-Owned Business Enterprise Procurement Program). No subcontracting opportunities were identified; therefore, no goals were established for this solicitation.

**Additional Backup Information**

This contract will provide preventative and corrective maintenance for 14 Eaton flywheels at Austin Energy's System Control Center (SCC). The SCC is home to Austin Energy Operations which manages and controls electrical grid power. The infrastructure in place at the SCC is critical to maintaining all aspects of public safety and life safety which depend on electric service delivery, and is supported by dual utility feeds to ensure 99.999% reliability. The flywheel equipment takes the place of traditional banks of batteries used to store stand-by power. The flywheel equipment provides the uninterrupted power supply to critical equipment in the event of a power failure.

The periodic inspection and preventative maintenance services provided under this contract will be in accordance with Original Equipment Manufacturer (OEM) performance and technical specifications and/or industry best practices for similar equipment. In addition to the established maintenance schedule, the contract also provides for both routine and emergency repair services of equipment 24 hours a day, seven days a week, including holidays, with the contractor responding within eight hours of notification in the event of an emergency.

The SCC supports the mission set forth by the Electric Reliability Council of Texas (ERCOT) which manages the flow of electric power to 23 million Texas customers representing 85 percent of the state's electric load. As the independent system operator for the region, ERCOT schedules power on an electric grid that connects 40,500 miles of transmission lines and more than 550 generation units.

A complete bid tabulation is on file in the Purchasing Office and is on the City of Austin, FASD Purchasing Office website.

MBE/WBE solicited: 1/3

MBE/WBE bid: 0/0

### **BID TABULATION**

IFB No. OPJ0020  
Flywheel Preventative and Corrective Maintenance at Austin Energy's SCC  
(6 Line Items)

<b><u>Vendor</u></b>	<b><u>Total Bid Amount</u></b>
Yoka, Inc. Beverly Hills, CA	\$33,056

### **PRICE ANALYSIS**

- Sole bid.
- Fifty-nine notices were sent including one MBE and three WBEs. One bid was received, with no response from the MBE/WBEs.
- This is the first purchase of its type; therefore, there is no pricing history available.

### **APPROVAL JUSTIFICATION**

- Sole bid received. In attempts to obtain additional bids, the solicitation was extended multiple times and vendor contacts made.
- The Purchasing Office concurs with Austin Energy's recommended award.
- Advertised on the Internet.

