

A G E N D A



Recommendation for Council Action (Purchasing)

Austin City Council	Item ID:	52847	Agenda Number	44.
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Meeting Date:	December 17, 2015
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Department:	Purchasing
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Subject

Authorize award and execution of a 24-month contract with SCHNEIDER ELECTRIC USA, INC., to provide relay retrofit assemblies, in an amount not to exceed \$175,860, with three 12-month extension options in an amount not to exceed \$87,930 per extension option, for a total contract amount not to exceed \$439,650.

Amount and Source of Funding

Funding in the amount of \$87,930 is available in the Fiscal Year 2015-2016 Capital Budget of Austin Energy. Funding for the remaining 14 months of the original contract period and extension options is contingent upon available funding in future budgets.

Fiscal Note

A fiscal note is attached.

Purchasing Language:	Lowest bid of two received.
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Prior Council Action:	
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For More Information:	Darralyn N. Johnson, Buyer II, 512-505-7293.
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Boards and Commission Action:	November 16, 2015 - Approved by the Electric Utility Commission on a 10-0 vote, with Commissioner Heidebrecht off the dais.
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Related Items:	
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MBE / WBE:	This solicitation was reviewed for subcontracting opportunities in accordance with City Code Chapter 2-9D Minority Owned and Women Owned Business Enterprise Procurement Program. For the goods and services required for this solicitation, there were insufficient subcontracting opportunities; therefore, no subcontracting goals were established.
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Additional Backup Information

The contract will provide relay retrofit assemblies necessary to support Austin Energy's electrical system safety and reliability. Relays are devices used to protect the electric system and those working around it by opening or closing electrical equipment under fault conditions. These new microprocessor relays will replace older, less reliable electro-mechanical type relays.

There is no existing contract for these products; therefore, approval is requested to support electrical system safety and reliability. The solicitation included an estimated annual purchase of 45 assemblies.

MBE/WBE solicited: 0/2

MBE/WBE bid: 0/0

BID TABULATION

IFB DNJ0122
Relay Retrofit Assembly
(1 line item, qty. 45)

<u>Vendor</u>	<u>Total Bid Amount</u> <input type="checkbox"/> <u>12 Months</u>
Schneider Electric USA, Inc. Palatine, IL	\$87,930
Capp, USA Clifton Heights, PA	\$325,350

A complete bid tabulation is on file in the Purchasing Office and is on the City's Financial Services Austin Finance Online website at: https://www.austintexas.gov/financeonline/vendor_connection/solicitation/search.cfm

PRICE ANALYSIS

- Adequate competition.
- 177 notices were sent including two WBEs. There are no known MBEs for this commodity code. Two bids were received with no response from the WBEs. Multiple notices may be sent to the same vendor, e.g. one vendor may have multiple email addresses/fax numbers.
- This is the first purchase of its type; therefore, there is no pricing history available.

APPROVAL JUSTIFICATION

- Lowest bid received.
- The Purchasing Office concurs with the Austin Energy's recommended award.
- Advertised on the Internet.