

AGENDA



Recommendation for Council Action (Purchasing)

| | | | | |
|---|--|-------|----------------------|-----|
| Austin City Council | Item ID: | 63810 | Agenda Number | 35. |
| Meeting Date: | November 3, 2016 | | | |
| Department: | Purchasing | | | |
| Subject | | | | |
| <p>Authorize negotiation and execution of a 24-month contract with SUEZ TREATMENT SOLUTIONS, INC., or one of the other qualified offerors to Request For Proposals CAK0008, for the rental of mobile demineralizer and water treatment equipment, in an amount not to exceed \$600,000, with two 24-month extension options in an amount not to exceed \$600,000 per extension option, for a total contract amount not to exceed \$1,800,000.</p> | | | | |
| Amount and Source of Funding | | | | |
| <p>Funding in the amount of \$275,000 is available in the Fiscal Year 2016-2017 Operating Budget of Austin Energy. Funding for the remaining 13 months of the original contract period and extension options are contingent upon available funding in future budgets.</p> | | | | |
| Fiscal Note | | | | |
| <p>A fiscal note is not required.</p> | | | | |
| Purchasing Language: | <p>The Purchasing Office issued a Request for Proposals (RFP) CAK0008 for these goods and services on July 11, 2016, and it closed on August 4, 2016 with three offers received. The recommended offer is the best evaluated offer submitted by a responsible offeror. Additional information on the solicitation is included below.</p> | | | |
| Prior Council Action: | <p>█</p> | | | |
| For More Information: | <p>Cheryl A. Kaufman, Senior Buyer, 512-505-3545</p> | | | |
| Boards and Commission Action: | <p>October 17, 2016 - Recommended unanimously by the Electric Utility Commission on a 7-0 vote with Commissioner Ferchill off the dais, Commissioner Mahmood and absent and one vacancy.</p> | | | |
| Related Items: | <p>█</p> | | | |
| MBE / WBE: | <p>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 goods and services required for this solicitation, there were insufficient</p> | | | |

subcontracting opportunities; therefore, no subcontracting goals were established.

Additional Backup Information

The contract is for the rental of mobile demineralizer and water treatment equipment for Austin Energy. The equipment is used at power plants during emergency situations when power plant equipment is off line due to failure or maintenance. The equipment will also be used for treating water loops to improve the overall quality of the water on an as-needed basis. The quality of water used within power-generating equipment is important because untreated water may degrade and cause mineral buildup to deposit within the coils, potentially prohibiting the flow of water and causing costly damages.

An evaluation team with expertise in this area evaluated the offers and scored Suez Treatment Solutions as the best to provide these services based on system concept and technical solution, demonstrated applicable experience and qualifications, cost proposal, and local business presence.

This request allows for a contract with a qualified offeror selected by Council. If the City is unsuccessful in negotiating a satisfactory contract with the selected offeror, negotiations will cease and staff will return to Council to authorize a contract with a new provider.

A complete solicitation package, including a response list, is on file in the City's Purchasing Office and is available on the City's Financial Services Austin Finance Online website. Link: [Solicitation Documents](#)

| SUEZ TREATMENT SOLUTIONS, INC. | | | | |
|---------------------------------------|-----------------|------------------------|---------------------------|-----------------------|
| | # months | Contract Amount | Contract Amendment | Revised Amount |
| Original Term | 24 | \$ 600,000 | n/a | n/a |
| Extension Option 1 | 24 | \$ 600,000 | n/a | n/a |
| Extension Option 2 | 24 | \$ 600,000 | n/a | n/a |
| TOTAL | 72 | \$ 1,800,000 | \$ - | \$ - |