



## Recommendation for Action

**File #:** 19-1418, **Agenda Item #:** 23.

4/25/2019

### **Posting Language**

Authorize award of a multi-term contract with JM Engineering, LLC (WBE), to provide maintenance and repair services for variable frequency drives, for up to five years for a total contract amount not to exceed \$820,000.

(Note: 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 services required for this solicitation, there were no subcontracting opportunities; therefore, no subcontracting goals were established).

### **Lead Department**

Purchasing Office.

### **Client Department(s)**

Austin Water; Aviation.

### **Fiscal Note**

Funding in the amount of \$17,500 is available in the Fiscal Year 2018-2019 Operating Budget of Austin Water. Funding in the amount of \$64,500 is available in the Fiscal Year 2018-2019 Operating Budget of Aviation. Funding for the remaining contract term is contingent upon available funding in future budgets.

### **Purchasing Language:**

The Purchasing Office issued an Invitation for Bids (IFB) 8100 MMO1007 for these services. The solicitation issued on December 17, 2018, and it closed on January 8, 2019. Of the three offers received, the recommended contractor submitted the lowest responsive offer. A complete solicitation package, including a tabulation of the bids received, is available for viewing on the City's Financial Services website, Austin Finance Online. Link: [Solicitation Documents](https://www.austintexas.gov/financeonline/account_services/solicitation/solicitation_details.cfm?sid=127931)  
<[https://www.austintexas.gov/financeonline/account\\_services/solicitation/solicitation\\_details.cfm?sid=127931](https://www.austintexas.gov/financeonline/account_services/solicitation/solicitation_details.cfm?sid=127931)>.

### **For More Information:**

Inquiries should be directed to the City Manager's Agenda Office, at 512-974-2991 or [AgendaOffice@austintexas.gov](mailto:AgendaOffice@austintexas.gov) <<mailto:AgendaOffice@austintexas.gov>>

NOTE: Respondents to this solicitation, and their representatives, shall continue to direct inquiries to the solicitation's Authorized Contact Persons: Marian Moore, at 512-974-2062 or [Marian.Moore@austintexas.gov](mailto:Marian.Moore@austintexas.gov) <<mailto:Marian.Moore@austintexas.gov>> or John Hilbun, at 512-974-1054 or [John.Hilbun@austintexas.gov](mailto:John.Hilbun@austintexas.gov) <<mailto:John.Hilbun@austintexas.gov>>.

### **Council Committee, Boards and Commission Action:**

March 12, 2019 - Recommended by the Airport Advisory Commission on 7-0 vote, with Commission Members Saulmon, Sepulveda, and Maldonado absent at this vote.

April 10, 2019 - Recommended by the Water and Wastewater Commission on a 9-0 vote, with Commissioner Schmitt absent.

**Additional Backup Information:**

The contract is for the maintenance, repairs, and repair parts for various variable frequency drives (VFDs) for the heating, refrigeration, and ventilation equipment at Aviation and Austin Water facilities. The VFDs are used to vary the motor speed for buildings' chilled and heating water pumps, condenser water pumps, cooling tower fans, and air handling units to reduce the amount of electricity consumed to cool and heat buildings. VFDs also reduce the amount of water and conditioned air that is needed to provide an acceptable level of comfort in the buildings and facilities.

The current contract for these services expires May 5, 2019. The authorization amounts for the contract were determined based on historical spending and departmental estimates for future needs. The recommended vendor is a City certified Woman Owned Business Enterprise.

**Contract Detail:**

<b><u>Contract Term</u></b>	<b><u>Length of Term</u></b>	<b><u>Contract Authorization</u></b>
Initial Term	3 yrs.	\$492,000
Optional Extension 1	1 yr.	\$164,000
Optional Extension 2	1 yr.	\$164,000
<b>TOTAL</b>	<b>5 yrs.</b>	<b>\$820,000</b>

**Note:** Contract Authorization amounts are based on the City's estimated annual usage.