





## Recommendation for Action

File #: 22-3209, Agenda Item #: 8.

11/3/2022

### Posting Language

Authorize negotiation and execution of a contract with Texas AirSystems, LLC for modular heat exchanger skids, for a term of five years in an amount not to exceed \$25,000,000.

[Note: 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 no subcontracting opportunities; therefore, no subcontracting goals were established. However, the recommended contractor identified subcontracting opportunities].

# Lead Department

Financial Services Department.

# Client Department(s)

Austin Energy.

#### Fiscal Note

Funding in the amount of \$4,583,334 is available in the Capital Budget of Austin Energy. Funding for the remaining contract term is contingent upon available funding in future budgets.

### Purchasing Language:

The Financial Services Department issued a Request for Proposals (RFP) 1100 JMF3017 for these goods and services. The solicitation was issued on May 30, 2022 and closed on July 14, 2022. Of the two offers received, the recommended contractor submitted the best evaluated and responsive offer. A complete solicitation package, including a log of offers received, is available for viewing on the City's Financial Services website, Austin Finance Online. Link: Solicitation Documents

<a href="https://financeonline.austintexas.gov/afo/account-services/solicitation/solicitation-details.cfm?sid=133950">https://financeonline.austintexas.gov/afo/account-services/solicitation/solicitation-details.cfm?sid=133950>.</a>

#### For More Information:

Respondents to this solicitation, and their representatives, shall continue to direct inquiries to the solicitation's Authorized Contact Persons: Julia Finn, at 512-974-2835 or <u>Julia.Finn@austintexas.gov</u> <a href="mailto:Julia.Finn@austintexas.gov">mailto:Julia.Finn@austintexas.gov</a> or DeJuan Brown, at 512-322-6472 or <u>DeJuan.Brown@austintexas.gov</u> <a href="mailto:DeJuan.Brown@austintexas.gov">mailto:DeJuan.Brown@austintexas.gov</a>.

## Council Committee, Boards and Commission Action:

October 17, 2022 - Recommended by the Electric Utility Commission on an 8-0 vote, with Commissioner Hadden absent and two vacancies.

#### Additional Backup Information:

The contract will provide heat exchanger skids for Austin Energy chilled water customers. Austin Energy operates several district cooling systems that provide chilled water to customer facilities through a network of underground pipes and a set of heat exchangers located in the customer's mechanical room. These systems

11/3/2022

serve multiple large buildings within particular service areas including downtown Austin, the Domain, and Mueller. The contract will allow Austin Energy the purchase and installation of heat exchanger skids for new customer connections.

An evaluation team with expertise in this area evaluated the offers and scored Texas AirSystems, LLC as the best to provide these services based on solution, methodology, experience and qualifications, price, local preference, and service-disabled veteran business enterprise.

# Strategic Outcome(s):

Government that Works for All.