



Recommendation for Action

File #: 23-3029, **Agenda Item #:** 16.

10/19/2023

Posting Language

Authorize negotiation and execution of a contract for simple cycle generator testing, repair, and maintenance with Baseload Power Generation Parts and Services, LLC, for up to five years for a total contract amount not to exceed \$15,000,000.

[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 goods and services required for this solicitation, there were no subcontracting opportunities; therefore, no subcontracting goals were established].

Lead Department

Financial Services Department.

Client Department(s)

Austin Energy.

Fiscal Note

Funding in the amount of \$2,750,000 is available in the Fiscal Year 2023-2024 Operating 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 SMB3021 for these goods and services. The solicitation was issued on April 10, 2023, and closed on May 9, 2023. The recommended contractor submitted the only responsive offer. A complete solicitation package, including a log of the offer received, is available for viewing on the City's Financial Services website, Austin Finance Online. Link:

[Solicitation Documents](#)

https://financeonline.austintexas.gov/afo/account_services/solicitation/solicitation_details.cfm?sid=137820.

For More Information:

Direct Inquiries regarding this Recommendation for Council Action to the Financial Services Department-Central Procurement at: FSDCentralProcurementRCAs@austintexas.gov

[<mailto:FSDCentralProcurementRCAs@austintexas.gov>](mailto:FSDCentralProcurementRCAs@austintexas.gov) or 512-974-2500. Respondents to the solicitation and their Agents should direct all questions to the Authorized Contact Person identified in the solicitation.

Council Committee, Boards and Commission Action:

October 16, 2023 - To be reviewed by the Electric Utility Commission.

Additional Backup Information:

The contract will provide testing, repair, and maintenance for the simple cycle generators at Decker and Sand Hill Power Stations. The generators are used as part of the process to transform electricity flow onto transmission lines to be sent to the energy grid for electric stability and are a critical part of maintaining grid stability in the Electric Reliability Council of Texas market. The contractor will provide all personnel, parts, and

labor as required. The generators require specialized equipment and training to properly maintain the equipment.

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

Contract Detail:

<u>Contract Term</u>	<u>Length of Term</u>	<u>Contract Authorization</u>
Initial Term	1 yr.	\$ 3,000,000
Optional Extension 1	1 yr.	\$ 3,000,000
Optional Extension 2	1 yr.	\$ 3,000,000
Optional Extension 3	1 yr.	\$ 3,000,000
Optional Extension 4	1 yr.	\$ 3,000,000
TOTAL	5 yrs.	\$15,000,000

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