

**CITY OF EL PASO, TEXAS
AGENDA ITEM
DEPARTMENT HEAD'S SUMMARY FORM**

DEPARTMENT: Streets & Maintenance

AGENDA DATE: August 9, 2016

CONTACT PERSON/PHONE: Ted Marquez, Streets & Maintenance, Director (915) 212-7015
Bruce D. Collins, Purchasing Director (915) 212-1181

DISTRICT(S) AFFECTED: ALL

STRATEGIC GOAL: NO. 8 Nurture and Promote a Healthy, Sustainable Community

SUBJECT:

The Streets & Maintenance Department recommends exercising the City's option to extend current Contract 2013-257 (Trane HVAC System Units Proprietary Parts and Service) with Trane US, Inc. for two (2) additional years pursuant to the provisions of an award approved by the City Council on September 10, 2013. The extended contract period will be from September 10, 2016 to September 9, 2018.

BACKGROUND / DISCUSSION:

There are several City owned buildings that use Trane HVAC systems. These systems at some point in time will require maintenance, replacement and /or upgrades. If approved this extension will allow for purchase of these items and services and will allow for consistent, safe and efficient operation of the units while maintaining maximum reliability. Local business is being supported.

SELECTION SUMMARY:

N/A

PROTEST

☒ There was no protest received for this requirement.

PRIOR COUNCIL ACTION:

Council awarded Contract No. 2013-257 (Proprietary Parts and Service for Trane HVAC Systems) on September 10, 2013.

AMOUNT AND SOURCE OF FUNDING:

Department:	Streets & Maintenance
Total Estimated Award:	\$330,000.00
Funds Available:	532 – 31040 – 522260 – 1000 – P3120 532 – 31040 – 532000 – 1000 – P3120
Funds Source:	General Fund – Building Facilities Maintenance Contracts General Fund – Building Facilities Maintenance Repairs

BOARD / COMMISSION ACTION:

N/A

*****REQUIRED AUTHORIZATION*****

DEPARTMENT HEAD:



Ted Marquez, Streets and Maintenance Director

**COUNCIL PROJECT FORM
(CONTRACT EXTENSION)**

*******POSTING LANGUAGE BELOW*******

Please place the following item on the **CONSENT** agenda (under **BIDS OR BEST VALUE PROCUREMENT**) for the Council Meeting of **AUGUST 9, 2016.**

STRATEGIC GOAL: No. 8 Nurture and Promote a Healthy, Sustainable Community

Request that the Director of Purchasing & Strategic Sourcing Department be authorized to exercise the City's option to extend current Contract 2013-257 (Trane HVAC System Units Proprietary Parts and Service) with Trane US, Inc. for two (2) additional years pursuant to the provisions of an award approved by the City Council on September 10, 2013. The extended contract period will be from September 10, 2016 to September 9, 2018.

Department:	Streets & Maintenance
Award to:	Trane US, Inc. El Paso, TX
Option:	One [of One]
Annual Estimated Amount:	\$165,000.00
Total Estimated Amount:	\$330,000.00 (2 years)
Account No.:	532 – 31040 – 522260 – 1000 – P3120 532 – 31040 - 532000 – 1000 – P3120
Funding Source:	General Fund – Building Facilities Maintenance Contracts General Fund – Building Facilities Maintenance Repairs
District(s):	All

This is a Best Value, services contract.

*******ADDITIONAL INFO BELOW*******

**MOTION
SEPTEMBER 10, 2013**

Motion made, seconded, and unanimously carried to **AWARD** Solicitation No. 2013-257 (Trane HVAC System Units Proprietary Parts and Service) to Trane U.S. Inc. for an initial term estimated award of \$495,000.

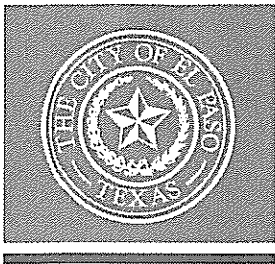
NOT PRESENT FOR THE VOTE: Representative Lilly
ABSENT: Representative Acosta

Department:	General Services – Facilities Maintenance Division
Award to:	Trane U.S. Inc. El Paso, TX
Item(s):	All
Initial Term:	3 years
Option to Extend:	2 years
Annual Estimated Award:	\$165,000
Initial Term Estimated Award:	\$495,000 (3 years)
Total Estimated Award:	\$825,000 (5 years)
Account No.:	231 – 31040 – 522260 – 1000 – P3120 231 – 31040 – 532000 – 1000 – P3120
Funding Source:	General Services Dept - General Fund – Building Facilities Maintenance Contracts General Services Dept - General Fund – Building Facilities Maintenance Repairs

This is a Best Value, service contract.

The Purchasing and Strategic Sourcing Department and General Services – Facilities Maintenance Division recommend award as indicated to Trane U.S. Inc., the sole responsive, responsible bidder.

Richarda Duffy Momsen, City Clerk



Purchasing & Strategic Sourcing Department

Eight (8) Factor Option Memo

Mayor
Oscar Leoser

City Council

District 1
Peter Svarzbein

District 2
Jim Tolbert

District 3
Emma Acosta

District 4
Carl L. Robinson

District 5
Dr. Michiel R. Noe

District 6
Claudia Ordaz

District 7
Lily Limón

District 8
Cortney C. Niland

City Manager
Tommy Gonzalez

To: Purchasing & Strategic Sourcing Department

From: Ted Marquez, P.E. Director
Streets & Maintenance

Subject: Eight (8) Factor Option

Date: July 27, 2016

Re: 2013-257 Trane HVAC System Units Proprietary Parts and Service

Streets & Maintenance recommends authorizing the Option to Extend Trane HVAC System Units Proprietary Parts and Service for 2 years for Trane Parts and Service. Exercising this option would meet the following threshold considerations:

1. Are funds available for this Option to Extend?

Yes.

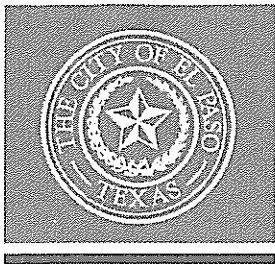
2. Does the Requirement covered by this option fill an existing need of the City?

Yes, the City has a need for this service contract in order to maintain the current Trane HVAC systems located at various City buildings.

3. Is the option price better than the current available market price?

Option price is similar to the current available market price.

ITEMS	CURRENT CONTRACT PRICES PER 2013-257	CURRENT PRICES PER GOOGLE SEARCH
Trane COM 8288	\$2,124.41	\$2,929.69
Trane MOT 3771	\$404.25	\$492.25
Trane 15 Ton Complete	\$5,753.11	\$6,840.00
TOTAL	\$8,298.77	\$10,261.94
PERCENT DIFFERENCE	Current Contract prices based on sample pricing comparison are 19.14% less expensive per Google comparison	



Purchasing & Strategic Sourcing Department

Mayor

Oscar Leiser

- 4. *Is the time between the date the contract was awarded and the date the option to extend is exercised so short that the market indicates the option is the lowest price obtainable through competition or the most advantageous offer.***

City Council

Yes, per item No. 3 the percent difference indicates the items noted are less expensive than the current market price.

District 1

Peter Svarzbein

- 5. *Does the vendor Performance Form show the vendor's performance rating to be "GOOD" (7-8) or better?***

District 2

Jim Tolbert

Yes.

District 3

Emma Acosta

- 6. *Is the vendor currently under debarred status as per System for Award Management (SAM) www.sam.gov?***

District 4

Carl L. Robinson

No.

District 5

Dr. Michiel R. Noe

- 7. *Is the proposed vendor indebted to the City for any amount as documented in the City's Indebtedness Verification Form?***

No.

District 6

Claudia Ordaz

- 8. *Is the proposed vendor on the City's wage theft data base?***

District 7

Lily Limón

No.

District 8

Cortney C. Niland

City Manager

Tommy Gonzalez

Bruce D. Collins, CPPPO

City 1 | 300 N. Campbell Street | El Paso, Texas 79901 | (915) 212-0043

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