



PUBLIC SERVICE BOARD MEETING AGENDA ITEM REGULAR MEETING

Wednesday, February 11, 2026

SUBJECT

Award of RFP 08-25 Maintenance of Natural Gas Engines

BACKGROUND

This contract is used to provide maintenance services for 25 stationary natural gas engines, which are part of EPWater's critical infrastructure. The service includes preventative maintenance which involves weekly inspections, compliance with recommended practices from engine manufacturers, and monthly service reports. Top-End Overhaul services will include replacing the cylinder head and turbocharger cartridge. Complete Overhaul services entail complete engine disassembly for inspection, repair, or replacement of worn components, reassembly, testing, and return to service within the tolerances specified by the manufacturer. As these engines are required to operate various water pumps throughout the city, they are integral to ensuring the public health and safety of EPWater customers. Multiple vendors are required to ensure the continuity of utility services in advance of any single vendor's inability to perform. RFP 08-25 contained language that provided notice to potential bidders of the potential for EPWater to award more than one bidder.

PRIOR PSB ACTION:

- On June 8, 2022, the Public Service Board awarded Bid 33-22, Maintenance of Natural Gas Engines, to the lowest responsible bidder, Southwest Commercial Engines Inc, in the estimated annual amount of \$1,026,250, for a term of one year, with the option for three, one-year extensions.

UTILITY KPI ALIGNMENT

Infrastructure Performance

EVALUATION PROCESS

EPWater issued RFP 08-25 Maintenance of Natural Gas Engines to secure reliable maintenance services for stationary natural gas engines. On December 18, 2025, two proposals were received from Southwest Commercial Engines, Inc. and Valley Diesel LLC. A selection committee consisting of three Operations personnel evaluated the proposals in accordance with RFP criteria. Both Southwest Commercial Engines Inc. and Valley Diesel LLC. were determined to be the highest ranked proposers that are qualified and responsive bidders.

The unit cost of \$9.35/75,000 operating hours proposed by Southwest Commercial Engines, Inc. is a 7% increase in cost while the \$8.00/75,000 operating hours proposed by Valley Diesel LLC. is a 2.5% decrease as compared to the previous contract.

The RFP meets the requirements of Rules and Regulations No. 18 Governing Certain El Paso Water Procurements Necessary to Preserve or Protect Public Health or Safety.

FINANCIAL IMPLICATIONS

This expenditure is in the approved budget.

PROPOSED ACTION REQUESTED

Consider and award RFP 08-25 Maintenance of Natural Gas Engines to Southwest Commercial Engines, Inc. and Valley Diesel LLC. for each vendor to supply maintenance services on an as-needed basis at the unit prices proposed, for an estimated annual amount of \$1,101,250 for Southwest Commercial Engines, Inc. and \$1,000,000 for Valley Diesel LLC. The contract for each vendor is for a term of one year with four one-year options to extend.

SUPPORTING DOCUMENTATION PROVIDED

- Final Committee Score Sheet

EXHIBIT 3 - COMMITTEE SCORE SHEET

SOLICITATION TITLE: Maintenance for Natural Gas Engines

SOLICITATION NO: RFP08-25

	MAX POINTS	Valley Diesel, LLC	Southwest Commercial Engines, Inc.
1 Cost	25	25 \$1,000,000.00	23 \$1,101,250.00
2 Equipment, Facilities, & Resources	35	32	19
3 Technical Approach	25	25	17
4 Experience & Qualifications	15	15	15
MAX POINT	100	97	74
	FINAL RANKING:	1	2



Richard Wilcox, Water Supply Manager

12/19/2025

Date



Veronica Garcia, Senior Purchasing Agent

01/15/2026

Date