Thursday, March 24, 2011

## Purchasing Office RECOMMENDATION FOR COUNCIL ACTION

Item No. 28

**Subject:** Authorize award and execution of Amendment No. 15 to a requirements service contract with PIKE ELECTRIC INC, Mount Airy, NC to increase the contract for Transmission and Distribution electrical services for Austin Energy in an estimated amount not to exceed \$1,250,000, for a revised estimated contract amount not to exceed \$36,127,592.95.

**Amount and Source of Funding:** Funding is available in the Fiscal Year 2010-2011 Capital Budget of Austin Energy.

Fiscal Note: A fiscal note is attached.

For More Information: Shawn Harris, Supervising Sr. Buyer/505-7351

Purchasing Language: Contract Amendment.

**MBE/WBE**: This contract will be awarded in compliance with Chapter 2-9C of the City Code (Minority Owned and Women Owned Business Enterprise Procurement Program). No subcontractor opportunities were identified; therefore no goals were established for this solicitation.

Boards and Commission Action: Recommended by the Electric Utility Commission.

**Prior Council Action:** December 1, 2005 – Approved 24-month contract, with three 12-month extension options.

On December 1, 2005, Council approved a 24-month requirements service contract for Transmission and Distribution services for Austin Energy in an estimated amount not to exceed \$13,951,037.18, with three 12-month extension options in an estimated amount not to exceed \$6,975,518.59 for each extension option, for a total estimated contract amount not to exceed \$34,877,592.95. This contract is for services required to supplement Austin Energy's manpower resources with ready access to contract labor and equipment for the performance of routine and emergency electric powerline work. Services include all facets of electric powerline construction and maintenance activities including service extensions, removal and replacement of old poles, storm-related outage restoration, and distribution line relocations. This contract term was extended until April 1, 2011 in order to provide retainer service until a replacement contract was established.

This proposed Amendment would allow for the funding for continued work under the contract until the new end of the contract term, not for any specific project.

Pike Electric Inc. met the goals with 6.02% MBE and 2.22% WBE subcontractor participation on the original contract with no change for this amendment.