

## AGENDA



## Recommendation for Council Action

## AUSTIN CITY COUNCIL

Regular Meeting: December 7, 2017

Item Number: 042

## Purchasing Office

Authorize award and execution of a multi-term contract with Texas Electric Cooperatives, to provide relays for switchgear and relay panels, for up to five years for a total contract amount not to exceed \$1,243,295. (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 required for this solicitation, there were no subcontracting opportunities; therefore, no subcontracting goals were established.).

<b>Lead Department</b>	Purchasing Office.
<b>Fiscal Note</b>	Funding in the amount of \$207,216 is available in the 2017-2018 Operating Budget of Austin Energy. Funding for the remaining contract term is contingent upon available funding in future budgets.
<b>Purchasing Language</b>	The Purchasing Office issued an Invitation for Bids (IFB) TVN1018 for these goods. The solicitation issued on August 21, 2017 and it closed on September 5, 2017. Of the seven offers received, the recommended contractor submitted the lowest responsive offer. A complete solicitation package, including a tabulation of the bids received, is available for viewing on the City's Financial Services website, Austin Finance Online. Link: <a href="https://www.austintexas.gov/financeonline/vendor_connection/solicitation/solicitation_details.cfm?sid=120828">Solicitation Documents &lt;https://www.austintexas.gov/financeonline/vendor_connection/solicitation/solicitation_details.cfm?sid=120828&gt;</a> .
<b>For More Information</b>	Inquiries should be directed to the City Manager's Agenda Office, at 512-974-2991 or <a href="mailto:AgendaOffice@austintexas.gov">AgendaOffice@austintexas.gov</a> <a href="mailto:AgendaOffice@austintexas.gov">&lt;mailto:AgendaOffice@austintexas.gov&gt;</a> NOTE: Respondents to this solicitation, and their representatives, shall continue to direct inquiries to the solicitation's Authorized Contact Person: Terry V. Nicholson, at 512-322-6586 or

	<a href="mailto:Terry.Nicholson@austinenergy.com">Terry.Nicholson@austinenergy.com</a> <mailto:Terry.Nicholson@austinenergy.com>.
<b>Council Committee, Boards and Commission Action</b>	November 13, 2017 - Recommended by the Electric Utility Commission on a 7-0 vote, with Commissioners Fath and Hadden absent, and with two vacancies.
<b>Client Department(s)</b>	Austin Energy.

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### Additional Backup Information:

The contract will provide relays and associated parts for Austin Energy on an as-needed basis. These protective relays will be installed on control panels and switchgear to protect high voltage transmission lines, substation equipment and Austin Energy's distribution system. These items will be used to support maintenance and emergency needs as well as special panel configurations that are part of Capital Improvement Program (CIP) projects.

This contract will replace the previous contract, which expired in August 2016, with total expenditures of \$401,672. The new contract request includes funding of approximately \$1,000,000 dedicated to CIP projects planned over the next five years, and an annual amount of approximately \$50,000 for unplanned usage and growth. Since the prior contract expired, Austin Energy has been able to remain operational with inventory on hand; however, the utility will have new demand for these items starting this fiscal year.

If the new contract is not awarded, open market purchases will be required to maintain Austin Energy's service requirements. The vendor identified for this contract is the most recent provider for these goods.

### Contract Detail

	<b><u>Contract Term</u></b>	<b><u>Contract Amount</u></b>	<b><u>Contract Amendment</u></b>	<b><u>Revised Amount</u></b>
Initial Term	1	\$ 248,659	n/a	n/a
Extension Option 1	1	\$ 248,659	n/a	n/a
Extension Option 2	1	\$ 248,659	n/a	n/a
Extension Option 3	1	\$ 248,659	n/a	n/a
Extension Option 4	1	\$ 248,659	n/a	n/a

<b>TOTAL</b>	<b>5</b>	<b>\$1,243,295</b>	<b>\$ -</b>	<b>\$ -</b>
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