

AGENDA



Recommendation for Council Action

AUSTIN CITY COUNCIL

Regular Meeting: June 14, 2018

Item Number: **045**

Purchasing Office

Authorize award and execution of four multi-term contracts with Techline Inc., KBS Electrical Distributors, Texas Electrical Cooperatives, and Stuart C. Irby Company, to provide transmission and substation hardware, for up to five years for total amounts not to exceed \$4,628,016 divided among the contractors. (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).

Lead Department	Purchasing Office.
Fiscal Note	Funding in the amount of \$231,401 is available in the Fiscal Year 2017-2018 Operating Budget of Austin Energy. Funding for the remaining contract terms are contingent upon available funding in future budgets.
Purchasing Language	The Purchasing Office issued an Invitation for Bids (IFB) 1100 MEA0008 for these goods. The solicitation issued on November 20, 2017 and it closed on December 21, 2017. Of the eight offers received, the recommended contractors submitted the lowest responsive offers. 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: <u>Solicitation Documents</u> < https://www.ci.austin.tx.us/financeonline/vendor_connection/solicitation/solicitation_details.cfm?sid=122728 >.
For More Information	Inquiries should be directed to the City Manager's Agenda Office, at 512-974-2991 or AgendaOffice@austintexas.gov < mailto:AgendaOffice@austintexas.gov >

	NOTE: Respondents to this solicitation, and their representatives, shall continue to direct inquiries to the solicitation's Authorized Contact Person: Maria Andrade, at 512-972-8424 or Maria.Andrade@austinenergy.com <mailto:Maria.Andrade@austinenergy.com>.
Council Committee, Boards and Commission Action	May 21, 2018 - Recommended unanimously by the Electric Utility Commission on a 9-0 vote with two vacancies.
Client Department(s)	Austin Energy.

Additional Backup Information:

These contracts will provide a continuous supply of transmission and substation hardware as required to replenish stock at the St. Elmo and Kramer warehouses for issuance to Austin Energy crews. The items include several types of insulators, clamps, wire, conduit, connectors, and other related hardware used to maintain Austin Energy's electrical infrastructure. These contracts will ensure that Austin Energy has the critical parts required for timely repairs and new installations.

These contracts will replace three previous contracts that were executed over the past seven years. The authority requested includes an updated forecast based on actual issues from inventory over the past three years as well as several new items that were previously not on contract and have been procured through spot-buys.

Contract Detail:

Contract Term	Length	Contract of Term Authorization
Initial Term	2 yrs.	\$1,851,206
Optional Extension 1	1 yr.	\$ 925,603
Optional Extension 2	1 yr.	\$ 925,603
Optional Extension 3	1 yr.	\$ 925,603
TOTAL	5 yrs.	\$4,628,016

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