Purchasing Modification CITY OF AUSTIN RECOMMENDATION FOR COUNCIL ACTION

AGENDA ITEM NO.: 30 AGENDA DATE: Thu 03/23/2006

PAGE: 1 of 2

<u>SUBJECT:</u> Authorize execution of Amendment No. 2 to the contract with TECHLINE INC., Austin, TX, for 3-phase switchgear to increase the first extension option in an amount not to exceed \$136,556, for a revised total contract amount not to exceed \$682,780.

AMOUNT & SOURCE OF FUNDING: Funding in the amount of \$136,556 is available in the Fiscal Year 2005-2006 Approved Operating Budget (Inventory Fund) of Austin Energy. Funding for the extension options is contingent upon available funding in future budgets.

FISCAL NOTE: There is no unanticipated fiscal impact. A fiscal note is not required.

REQUESTING Purchasing

DIRECTOR'S

DEPARTMENT: for Austin Energy;

AUTHORIZATION: Vickie Schubert

FOR MORE INFORMATION CONTACT: Gabriel Guerero, Buyer II/322-6060

PRIOR COUNCIL ACTION: 10/21/04 Approved 12-month supply agreement with three 12-month extension options.

BOARD AND COMMISSION ACTION: N/A

PURCHASING: N/A

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

On October 21, 2004, Council approved a 12-month supply agreement with three 12-month extension options in the amount not to exceed \$136,556 per year for the purchase of 3 phase switchgear for Austin Energy (AE). These 3 phase switchgear are used to replenish stock stored at AE's Decker Steel Yard. Switchgear provide circuit configurations and protection from a fault in the electrical system. The switchgear will be used for existing and future improvements for underground projects such as campustype industrial, commercial and shopping centers where there are multiple pieces of equipment and multiple customers to be protected.

Amendment No.1 was administratively executed to exercise the first extension option. Amendment No.2 will increase the contract dollar amount to the first extension option by \$136,556.

Current market pricing is 5 – 9 percent above the contract price, but the Contractor has agreed to hold the contract pricing for the increased volume. The City of Austin (AE) was not able to anticipate the high volume of construction that has taken place since this contract was awarded on 11/06/04.

RCA Serial#: 10828 Date: 03/23/06 Original: Yes

Published:

Disposition:

Adjusted version published:

Purchasing Modification CITY OF AUSTIN RECOMMENDATION FOR COUNCIL ACTION

AGENDA ITEM NO.: 30

AGENDA DATE: Thu 03/23/2006

PAGE: 2 of 2

Contract Summary

| <u>Action</u> | <u>Amount</u> |
|---|---|
| 12-month supply agreement with with three 12-month extension option | \$ 136,556 |
| 1st extension option | \$ 136,556 |
| 2 nd extension option | \$136,556 |
| 3 rd extension option | \$136,556 |
| Exercised first extension option (\$136,556) | • |
| Increase first extension option | \$136,556 |
| Total revised Amount | \$682,780 |
| | 12-month supply agreement with with three 12-month extension option 1st extension option 2st extension option 3st extension option Exercised first extension option (\$136,556) Increase first extension option |

RCA Scrial#: 10828 Date: 03/23/06 Original: Yes

Disposition:

Published:

Adjusted version published: