

## AGENDA

**Recommendation for Council Action****AUSTIN CITY COUNCIL****Regular Meeting: March 1, 2018**Item Number: **006****Fleet Services**

Authorize award and execution of a 60-month interlocal agreement with the Lower Colorado River Authority to perform maintenance, repairs, and dielectric testing on electric utility equipment on vehicles in an amount not to exceed \$1,750,000, with one 60-month extension option in an amount not to exceed \$1,750,000, for a total contract amount not to exceed \$3,500,000.

<b>Lead Department</b>	Fleet Services.
<b>Fiscal Note</b>	This item has no fiscal impact.
<b>For More Information</b>	Urcha Dunbar-Crespo (512) 974-2690.

**Additional Backup Information:**

The City and LCRA are each engaged in generation and transmission of electric power and own and operate similar electrical utility equipment. LCRA has the necessary equipment and personnel and has developed the experience and expertise to maintain, repair, and perform dielectric testing on electric utility equipment on vehicles.

The LCRA has the expertise and facilities required to perform electrical utility equipment maintenance, repairs, and testing services. This interlocal agreement is necessary to support Fleet Services with a reliable source to provide these services. If the City is unable to secure an interlocal agreement with LCRA, the Fleet Department will be forced to procure these services on an as-needed basis, which may result in higher prices and additional operational costs.

The following table provides a comparison of current interlocal agreement authorization and expenditures. The new interlocal agreement request is for \$1,750,000 for one 5-year term with one 5-year renewal option, which is based on historical spend, aging equipment, and future Fleet acquisitions.

<b>NI130000017 - Contract Year</b>	<b>Authorized</b>	<b>Expended</b>
Year 1 - 7/1/2013 - 6/30/2014	\$255,000.00	\$187,893.00
Option 1 - 7/1/2014 - 6/30/2015	\$255,000.00	\$144,976.00
Option 2 - 7/1/2015 - 6/30/2016	\$255,000.00	\$230,597.00
Option 3 - 7/1/2016 - 6/30/2017	\$255,000.00	\$190,494.00
Option 4 - 7/1/2017 - 6/30/2018	\$255,000.00	\$345,536.00
<b>TOTAL</b>	<b>\$1,275,000.00</b>	<b>\$1,099,496.00</b>