



Recommendation for Action

File #: 19-1837, **Agenda Item #:** 32.

6/6/2019

Posting Language

Authorize an amendment to an existing contract with Capital Investing in Development & Employment of Adults, Inc. D/B/A Capital IDEA, to provide continued workforce development services, for an increase in the amount of \$319,000, for a revised total contract amount not to exceed \$10,672,100.

(Note: The contract was awarded in compliance with City Code Chapter 2-9C Minority Owned and Women Owned Business Enterprise Procurement Program. No subcontracting opportunities were identified; therefore, no goals were established for this contract).

Lead Department

Purchasing Office.

Client Department(s)

Economic Development Department.

Fiscal Note

Funding in the amount of \$319,000 is available in the Fiscal Year 2018-2019 Operating Budget of the Economic Development Department. Funding for the remaining contract term is contingent upon available funding in future budgets.

Purchasing Language:

Contract Amendment.

Prior Council Action:

September 8, 2014 - Council approved Ordinance No. 20140908-001, item 1, on a 6-1 vote with Mayor Leffingwell voting nay.

November 20, 2014 - Council approved original contract award, item 70, on a 7-0 vote.

September 14, 2016 - Council approved Ordinance No. 20160914-001, item 1, on an 8-2 vote with Council Members Gallo and Zimmerman voting nay and Council Member Troxclair absent.

December 15, 2016 - Council approved contract amendment, item 13, on a 9-1 vote with Council Member Zimmerman voting nay.

August 9, 2018 - Council approved contract amendment, item 44, on a 10-1 vote with Council Member Troxclair voting nay.

September 11, 2018 - Council approved Ordinance No. 20180911-001, item 1, on a 7-4 vote, with Council Members Flannigan, Houston, Renteria and Troxclair voting nay.

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> or to Ricardo Zavala, at 512-974-2988 or Ricardo.zavala2@austintexas.gov <mailto:Ricardo.zavala2@austintexas.gov>.

Council Committee, Boards and Commission Action:

Additional Backup Information:

As a part of the Fiscal Year 2018-2019 budget Council directed \$319,000 in additional funding to continue previous one-time funding to expand workforce development services. Staff is proposing an expansion to the City's current contract with the contractor in the amount of \$319,000 for the current contract term for additional workforce development services. The combined funding for increased capacity is expected to contribute to an additional 50 clients serviced by the contractor raising the target for clients served to 993 for Capital IDEA through all sources of funding.

The proposed amendment follows Council's direction to use these funds to restore one-time funding housed at the department dedicated to workforce development in the previous year. These workforce development funds will be used to provide financial support and extensive professional guidance to motivated, non-traditional students. The activities supported by these funds will help most graduates triple their previous earnings after finishing their learning program and will provide access to higher education without debt. The funds will also help ensure closing in on the gap for workers in specific fields in the local employment landscape.

Contract Detail:

<u>Contract Term</u>	<u>Length of Term</u>	<u>Current Contract Authorization</u>	<u>Requested Additional Authorization</u>	<u>Revised Total Authorization</u>
Initial Term	3 yrs.	\$ 4,691,950		\$ 4,691,950
Contract Amendment		\$ 319,200		\$ 319,200
Proposed Contract Amendment			\$319,000	\$ 319,000
Optional Extension 1	1 yr.	\$ 1,780,650		\$ 1,780,650
Optional Extension 2	1 yr.	\$ 1,780,650		\$ 1,780,650
Optional Extension 3	1 yr.	\$ 1,780,650		\$ 1,780,650
TOTALS	6 yrs.	\$10,353,100	\$319,000	\$10,672,100

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