



Recommendation for Action

File #: 19-2468, **Agenda Item #:** 57.

8/8/2019

Posting Language

Authorize award of a multi-term contract with ASC, Inc., to provide structural steel, for up to five years for a total contract amount not to exceed \$13,132,000.

(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.

Client Department(s)

Austin Energy.

Fiscal Note

Funding in the amount of \$437,734 is available in the Fiscal Year 2018-2019 Operating Budget of Austin Energy. Funding for the remaining contract term is contingent upon available funding in future budgets.

Purchasing Language:

The Purchasing Office issued an Invitation for Bids (IFB) 1100 DNJ1006 for these goods. The solicitation issued on February 18, 2019 and it closed on March 28, 2019. Of the five 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: [Solicitation Documents](https://www.austintexas.gov/financeonline/account_services/solicitation/solicitation_details.cfm?sid=129812)
<https://www.austintexas.gov/financeonline/account_services/solicitation/solicitation_details.cfm?sid=129812>.

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: Darralyn N. Johnson, at 512-505-7293 or darralyn.johnson@austinenergy.com <<mailto:darralyn.johnson@austinenergy.com>>.

Council Committee, Boards and Commission Action:

July 15, 2019 - Recommended unanimously by the Electric Utility Commission on a 10-0 vote, with Chair Ferchill absent.

Additional Backup Information:

The contract is for various types of galvanized steel structures to be used in the modification and construction of substations throughout the Austin Energy service territory. These structures provide support for insulators

and other related hardware and are required for service reliability improvement projects. These structures are an essential part of ensuring that electric service is provided reliably, safely and economically.

The recommended award is based on the overall lowest offer for all line items in the solicitation. The contract includes structures and associated components currently required by Austin Energy, those required for Austin Energy's adjusted Capital Improvement Program projects for 2018-2022 and for contingencies for operations and maintenance.

Contract Detail:

<u>Contract Term</u>	<u>Length of Term</u>	<u>Contract Authorization</u>
Initial Term	1 yr.	\$ 2,626,400
Optional Extension 1	1 yr.	\$ 2,626,400
Optional Extension 2	1 yr.	\$ 2,626,400
Optional Extension 3	1 yr.	\$ 2,626,400
Optional Extension 4	1 yr.	\$ 2,626,400
TOTAL	5 yrs.	\$13,132,000

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