



Recommendation for Action

File #: 20-2625, **Agenda Item #:** 46.

8/27/2020

Posting Language

Authorize an amendment to an existing contract with Solar Turbines Inc. D/B/A Caterpillar, for continued turbine maintenance and support, for an increase in the amount of \$250,000, for a revised total contract amount not to exceed \$4,886,758.

(Note: This contract is exempt from the City Code Chapter 2-9C Minority Owned and Woman Owned Business Enterprise Procurement Program; therefore, no subcontracting goals were established).

Lead Department

Purchasing Office.

Client Department(s)

Austin Energy.

Fiscal Note

Funding in the amount of \$242,563 is available in the Fiscal Year 2019-2020 Operating Budget of Austin Energy. Funding for the remaining contract term is contingent upon available funding in future budgets.

Purchasing Language:

Contract Amendment.

Prior Council Action:

May 19, 2016 - Council approved the original contract, item 23, on a 9-0 vote with Council Member Zimmerman abstaining and Council Member Casar absent.

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 Julia Finn, at 512-322-6060 or Julia.Finn@austintexas.gov <<mailto:Name@austintexas.gov>>.

Council Committee, Boards and Commission Action:

August 10, 2020 - Recommended by the Electric Utility Commission on a 7-0 vote, with Commissioners Hadden and Stone off the dais, Commissioner Wray absent and one vacancy.

Additional Backup Information:

The proposed amendment will provide Austin Energy with the ability to continue maintenance, service, parts, and remote monitoring of the solar gas turbine at the Mueller Energy Center. This turbine is the primary source of power for Dell Children's Hospital. The contractor is responsible for all preventative and corrective maintenance and warranty services for the unit.

The original contract amount was based on estimated operating hours of the solar gas turbine. However, actual operating hours were slightly higher resulting in higher cost.

The contractor is the original equipment manufacturer for the unit and sole source for all parts and service.

Contract Detail:

Contract Term	Length of Term	Current Contract Authorization	Requested Additional Authorization	Revised Total Authorization
Initial Term	5 yrs.	\$4,186,415		\$4,186,415
Contract Amendment		\$ 450,343		\$ 450,343
Proposed Amendment			\$250,000	\$ 250,000
TOTALS	5 yrs.	\$4,636,758	\$250,000	\$4,886,758

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

Strategic Outcome(s):

Health and Environment; Government that Works for All.