



Recommendation for Action

File #: 21-1368, **Agenda Item #:** 19.

4/8/2021

Posting Language

Authorize an amendment to an existing contract with MasTec North America Inc., for continued underground transmission and distribution electrical services, for an increase in the amount of \$12,000,000, for a revised total contract amount not to exceed \$72,000,000.

(Note: This contract was awarded in accordance with City Code Chapter 2-9A Minority Owned and Women Owned Business Enterprise Procurement Program. Current participation to date is 28.45% MBE and 1.37% WBE participation).

Lead Department

Purchasing Office.

Client Department(s)

Austin Energy.

Fiscal Note

Funding in the amount of \$12,000,000 is available in the Fiscal Year 2020-2021 Capital Budget of Austin Energy.

Purchasing Language:

Contract Amendment.

Prior Council Action:

November 19, 2015 - Council approved the original contract, item 75, on an 11-0 vote.

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.

Council Committee, Boards and Commission Action:

March 8, 2021 - Recommended unanimously by the Electric Utility Commission on a 6-0 vote, with Commissioner Hadden off the dais, Commissioners Funkhouser, Reed and Wray absent, and one vacancy.

Additional Backup Information:

The proposed amendment will provide Austin Energy additional funding for continued underground transmission and distribution electrical services.

The contract provides Austin Energy with ready access to contract labor and equipment for the performance of routine and emergency underground transmission and distribution work.

The original funding request was based on expected expansions in infrastructure and resources to fulfill electric utility reliability requirements, customer requests, and expansions of Austin Energy service. Three new substations will be built which were not anticipated at the time of the original funding request.

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	2 yrs.	\$20,000,000		\$20,000,000
Extension Option 1	1 yr.	\$10,000,000		\$10,000,000
Extension Option 2	1 yr.	\$10,000,000		\$10,000,000
Extension Option 3	1 yr.	\$10,000,000		\$10,000,000
Extension Option 4	1 yr.	\$10,000,000		\$10,000,000
Proposed Amendment			\$12,000,000	\$12,000,000
TOTALS	6 yrs.	\$60,000,000	\$12,000,000	\$72,000,000

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

Strategic Outcome(s):

Government that Works for All.