



Recommendation for Action

File #: 21-1526, Agenda Item #: 25.

4/22/2021

Posting Language

Authorize an amendment to an existing contract with Pike Enterprises Inc., for continued substation installation, repair, and maintenance services, for an increase in the amount of \$2,000,000, for a revised total contract amount not to exceed \$5,000,000.

(Note: This contract was reviewed for subcontracting opportunities in accordance with City Code Chapter 2-9C Minority Owned and Women Owned Business Enterprise Procurement Program. For the services required for this contract, there were insufficient subcontracting opportunities; therefore, no subcontracting goals were established).

Lead Department

Purchasing Office.

Client Department(s)

Austin Energy.

Fiscal Note

Funding in the amount of \$2,000,000 is available in the Fiscal Year 2020-2021 Capital Budget of Austin Energy.

Purchasing Language

Contract Amendment.

Prior Council Action

August 3, 2017 - Council approved the original contract, item 33, on a 10-0 vote with Council Member Troxclair abstaining.

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:Julia.Finn@austintexas.gov>>.

Council Committee, Boards and Commission Action

April 12, 2021 - To be reviewed by the Electric Utility Commission.

Additional Backup Information

The proposed amendment will provide Austin Energy additional funding for continued substation installation and maintenance services.

The original funding request was based on anticipated substation maintenance, projects required to bring substations into compliance with North American Electric Reliability Corporation regulations, and contingency for emergencies. A substation was added to Austin Energy's 2021 Capital Improvement Program projects and was 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.	\$1,200,000		\$1,200,000
Extension Option 1	1 yr.	\$1,800,000		\$1,800,000
Extension Option 2	1 yr.			
Proposed Amendment			\$2,000,000	\$2,000,000
Optional Extension 3	1 yr.			
TOTALS	5 yrs.	\$3,000,000	\$2,000,000	\$5,000,000

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

Strategic Outcome(s):

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