



MEMORANDUM

TO: Mayor and Council

FROM: James Scarboro, Purchasing Officer

DATE: October 14, 2021

SUBJECT: Clarification Memo for Item #12 – Authorize negotiation and execution of a multi-term contract with KV Power, LLC or the other qualified offeror to Request For Proposals 1100 JMF3008, for overhead transmission electrical maintenance, for up to five years for a total contract amount not to exceed \$40,000,000.

The October 14th City Council agenda includes an item for the Mayor and Council's consideration to authorize the negotiation and execution of a contract with KV Power, LLC.

In the Amount and Source of Funding section, it states the following, "Funding in the amount of \$ 58,333 is available in the Fiscal Year 2020-2021 Operating Budget of Austin Energy. Funding in the amount of \$1,275,000 is available in the Capital Budget of Austin Energy. Funding for the remaining contract term is contingent upon available funding in future budgets."

This item was initially scheduled to go to Council in Fiscal Year 2020-2021 but was delayed due to a protest, which has since been resolved. This delay however caused the item to now fall into Fiscal Year 2021-2022. For this reason, the Purchasing Office would like to clarify the Amount and Source of Funding section to read as follows:

Funding in the amount of \$233,332 is available in the Fiscal Year 2021-2022 Operating Budget of Austin Energy. Funding in the amount of \$5,100,000 is available in the Capital Budget of Austin Energy. Funding for the remaining contract term is contingent upon available funding in future budgets.

xc: Spencer Cronk, City Manager
Ann Morgan, Interim Deputy City Manager
Ed Van Eenoo, Chief Financial Officer
Deborah Thomas, Acting City Attorney