



Recommendation for Action

File #: 22-1547, Agenda Item #: 24.

4/7/2022

Posting Language

Authorize an amendment to a cooperative contract with HERC Rentals Inc. for continued rental of vehicles and heavy-duty, commercial, industrial, and construction equipment, to increase the amount by \$900,000, for a revised total contract amount not to exceed \$2,750,000.

(Note: This procurement 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 procurement, there were no subcontracting opportunities; therefore, no subcontracting goals were established).

Lead Department

Financial Services Department.

Client Department(s)

Fleet Mobility Services.

Fiscal Note

Funding in the amount of \$275,000 is available in the Fiscal Year 2021-2022 Operating Budget of Fleet Mobility Services. Funding for the remaining contract term is contingent upon available funding in future budgets.

Purchasing Language:

Contract Amendment.

Prior Council Action:

March 28, 2019 - Council approved the original contract, item 27, on an 11-0 vote.

July 29, 2020 - Council approved an amendment to the contract, item 65, on a 10-0 vote with Mayor Adler off the dais.

For More Information:

Inquiries should be directed to Marian Moore, at 512-974-2062 or Marian.Moore@austintexas.gov [<mailto:Marian.Moore@austintexas.gov>](mailto:Marian.Moore@austintexas.gov).

Additional Backup Information:

The contract is for rental of heavy-duty equipment and vehicles for use by all City departments. Fleet Mobility Services coordinates with all City departments to obtain rental equipment and vehicles under this contract, which includes commercial, industrial, construction equipment, vehicles, dump trucks, backhoes, boom trucks, rollers, cranes, and other heavy-duty equipment that is specialized and may not be available within the department or from the City's own rental pool.

Due to unforeseen rental demands from Winter Storm Uri and other infrastructure upgrade projects, there is insufficient spending authority to maintain the contract through its term. The contract, based on the U.S. Communities Government Purchasing Alliance cooperative contract is scheduled to expire on October 31, 2023.

The contract is necessary to provide City departments with a reliable and continuous source for renting heavy-duty equipment and vehicles for daily use, high demand situations, and special projects.

Contract Detail:

Contract Term	Length of Term	Current Contract Authorization	Requested Additional Authorization	Revised Total Authorization
Initial Term	55 mos.	\$1,000,000		\$1,000,000
Contract Amendment		\$ 61,000		\$ 61,000
Contract Amendment		\$ 789,000		\$ 789,000
Proposed Amendment			\$900,000	\$ 900,000
TOTAL	55 mos.	\$1,850,000	\$900,000	\$2,750,000

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

Strategic Outcome(s):

Mobility.