



Recommendation for Action

File #: 22-2277, Agenda Item #: 23.

7/28/2022

Posting Language

Authorize an amendment to a contract with Mitsubishi Electric Power Products Inc. d/b/a Mitsubishi Electric Power Products for continued gas-insulated switchgear and related services, to increase the amount by \$850,000, for a revised total contract amount not to exceed \$7,650,000.

(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 goods and services required for this contract, there were no subcontracting opportunities; therefore, no subcontracting goals were established).

Lead Department

Financial Services Department.

Client Department(s)

Austin Energy.

Fiscal Note

Funding in the amount of \$850,000 is available in the Capital Budget of Austin Energy.

Purchasing Language:

Contract Amendment.

Prior Council Action:

February 6, 2020 - Council approved the original contract, item 42, on an 11-0 vote.

February 4, 2021 - Council approved an amendment, item 43, on an 11-0 vote.

For More Information:

Inquiries should be directed to DeJuan Brown, at 512-322-6472 or DeJuan.Brown@austintexas.gov [<mailto:DeJuan.Brown@austintexas.gov>](mailto:DeJuan.Brown@austintexas.gov).

Council Committee, Boards and Commission Action:

July 18, 2022 - To be reviewed by the Electric Utility Commission.

Additional Backup Information:

The proposed amendment will provide Austin Energy additional funding required due to delays in the Rainey Street Substation project. The requested funding will cover additional costs resulting from the delay, such as equipment storage in a temperature and humidity-controlled environment. The new Rainey Street Substation in the downtown Austin area was scheduled to be operational in the fall of 2021. The schedule was severely impacted by the COVID-19 pandemic, which caused a temporary halt in construction and supply chain disruptions. As a result of the delayed construction schedule, it is not possible for the switchgear to be

installed at the current stage of the project.

The original funding request was based on the initial project timeline.

Contract Detail:

Contract Term	Length of Term	Current Contract Authorization	Requested Additional Authorization	Revised Total Authorization
Initial Term	21 yrs.	\$6,000,000		\$6,000,000
Contract Amendment		\$ 800,000		\$ 800,000
Proposed Amendment			\$850,000	\$ 850,000
TOTAL	21 yrs.	\$6,800,000	\$850,000	\$7,650,000

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

Strategic Outcome(s):

Government that Works for All.