



MEMORANDUM

TO: Mayor and Council

FROM: Veronica Briseño Lara, Small & Minority Business Resources Department (SMBR)

DATE: September 23, 2015

SUBJECT: Clarification Memo for Item 3 – Austin Energy's Kingsbery Substation Storage System

The September 24th Austin Energy Utility Oversight Committee agenda includes an item for the Mayor and Council's consideration regarding negotiation and execution of a contract with 1ENERGY SYSTEMS INC., for the purchase of a 1.5 megawatt energy storage system to be installed at Austin Energy's Kingsbery Substation, in an amount not to exceed \$3,000,000.

In the MBE/WBE section, it states the following, "This contract will be awarded as a sole source and is exempt from City Code Chapter 2-9D Minority and Women Owned Business Enterprise Procurement Program."

SMBR would like to clarify to Mayor and Council that this section should reflect the following, "This contract will be awarded in compliance with City Code Chapter 2-9D Minority Owned and Women Owned Business Enterprise Procurement Program. No subcontracting opportunities were identified; therefore, no goals were established for this contract." This corrected language is consistent with the MBE/WBE section of the RCA as this item is scheduled for the October 1st Council Meeting.

cc: Marc A. Ott, City Manager
Ray Baray, Chief of Staff
Jannette Goodall, City Clerk
Anne Morgan, Interim City Attorney