



Recommendation for Action

File #: 19-1798, **Agenda Item #:** 19.

6/6/2019

Posting Language

Authorize an amendment to an existing cooperative contract with Freeit Data Solutions, Inc., to provide Hewlett Packard Enterprise products, maintenance and support services, for an increase in the amount of \$172,000, for a revised total contract amount not to exceed \$316,000.

(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 no subcontracting opportunities; therefore, no subcontracting goals were established).

Lead Department

Purchasing Office.

Client Department(s)

Austin Energy.

Fiscal Note

Funding in the amount of \$41,000 is available in the Fiscal Year 2018-2019 Operating Budget of Austin Energy. Funding for the remaining contract term is contingent upon available funding in future budgets.

Purchasing Language:

Contract Amendment.

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 Paula Barriffe at 512-322-6118 or Paula.Barriffe@austinenergy.com <<mailto:Paula.Barriffe@austinenergy.com>>.

Council Committee, Boards and Commission Action:

May 13, 2019 - Recommended by the Electric Utility Commission on an 8-0 vote, with Commissioner Weldon off the dais and Commissioners Hadden and Stone absent.

Additional Backup Information:

The requested contract increase is to provide maintenance and support for Hewlett Packard Enterprise (HPE) hardware that was not included in the initial contract awarded on November 1, 2018. The initial contract amount was based on the department's estimation at that time and previous spend. This HPE equipment supports the very substantial Advanced Distribution Management System (ADMS) environments at the System Control Center and Back up Control Center. The ADMS is a critical utility system running automatic functions that improve distribution system reliability and efficiency by managing outages and field crew assignments. Expansion of the support services will allow Austin Energy to continue to enhance customer service and reliability while optimizing operating costs.

The proposed amendment is necessary to expand hardware support and maintenance. A delay in approving or a failure to approve this amendment, may result in hardware failures which could cause the ADMS system performance to become degraded and impact situational awareness for operators and the safety of field crews.

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	3 yrs.	\$144,000		\$144,000
Proposed Amendment			\$172,000	\$172,000
TOTALS	3 yrs.	\$144,000	\$172,000	\$316,000

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