



Recommendation for Action

File #: 19-3482, **Agenda Item #:** 43.

12/5/2019

Posting Language

Approve ratification of a contract with Nolan Power Group LLC, for electric substation battery chargers, in the amount of \$280.

(Note: This contract was reviewed for subcontracting opportunities in accordance with City Code Chapter 2-9D Minority Owned and Women Owned Business Enterprise Procurement Program. For the goods 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 was available in the Fiscal Year 2018-2019 Capital Budget of Austin Energy.

Purchasing Language:

Ratification.

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 Julia Finn, at 512-322-6060 or Julia.Finn@austintexas.gov <<mailto:Julia.Finn@austintexas.gov>>.

Council Committee, Boards and Commission Action:

November 18, 2019 - Recommended by the Electric Utility Commission on a 7-0 vote, with Vice Chair Hopkins and Commissioners Funkhouser and Wray absent, and Commissioner Hadden off the dais.

Additional Backup Information:

The contract is for battery chargers necessary to charge battery banks at Austin Energy substations and to meet requirements from the North American Electric Reliability Corporation.

The forecasted spend was approximately \$40,000 per year to complete capital improvement program projects and maintain operational requirements at substations. Due to the dollar amount, the contract was awarded under the City Manager's authority and did not require Council approval. Austin Energy mistakenly spent \$280 over the City Manager's authority in Fiscal Year 2019. Austin Energy has implemented steps to ensure this does not happen in the future.

Contract Detail:

<u>Contract Term</u>	<u>Length of Term</u>	<u>Current Contract Authorization</u>
Initial Term	2 yrs.	\$ 84,480
Extension Option 1	1 yr.	\$ 61,000* (\$61,280)
Extension Option 2	1 yr.	\$ 37,380
Optional Extension 3	1 yr.	\$ 37,380
Optional Extension 4	1 yr.	\$ 37,380
TOTAL	6 yrs.	\$257,900

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