



Recommendation for Action

File #: 22-1735, Agenda Item #: 9.

5/19/2022

Posting Language

Authorize amendments to contracts with Pro Serv Industrial Contractors LLC and Thielsch Engineering Inc. for continued power plant and chiller maintenance services, to increase the amount by \$4,800,000 and to extend each term by seven months, for revised total contract amounts not to exceed \$21,183,000.

(Note: These contracts were awarded in compliance with City Code Chapter 2-9C Minority Owned and Women Owned Business Enterprise Procurement Program by meeting the goals with 2.00% MBE and 1.75% WBE participation; and 1.87% MBE and 1.64% WBE participation, respectively).

Lead Department

Financial Services Department.

Client Department(s)

Austin Energy.

Fiscal Note

Funding in the amount of \$2,000,000 is available in the Fiscal Year 2021-2022 Operating Budget of Austin Energy. Funding in the amount of \$2,800,000 is available in the Capital Budget of Austin Energy. Funding for the remaining contract term is contingent upon available funding in future budgets.

Purchasing Language:

Contract Amendments.

Prior Council Action:

November 19, 2015 - Council approved the original contracts, item 74, on a 10-0 vote with Council Member Zimmerman abstaining.

For More Information:

Inquiries should be directed to Julia Finn, at 512-322-6060 or Julia.Finn@austintexas.gov [<mailto:Julia.Finn@austintexas.gov>](mailto:Julia.Finn@austintexas.gov).

Council Committee, Boards and Commission Action:

April 11, 2022 - Recommended by the Energy Utility Commission on a 9-0 vote with Commissioners Cardenas and Funkhauser off the dais.

Additional Backup Information:

The proposed amendments will provide Austin Energy additional funding for continued specialized maintenance and repair services at Sand Hill Energy Center, Decker Creek Power Station, and District Energy Cooling locations. The services provided by these contracts allow Austin Energy to maintain operations critical for grid stabilization during extreme weather. The additional funding also supports required winterization of four

electric heaters, as well as providing time to establish replacement contracts.

The original authorization request was based on anticipated need for locations in service over six years. Three District Cooling Plants have opened since the original authorization in November 2015, resulting in the need for increased funding.

Contract Detail:

Contract Term	Length of Term	Current Contract Authorization	Requested Additional Authorization	Revised Total Authorization
Initial Term	2 yrs.	\$ 5,400,000		\$ 5,400,000
Contract Amendment		\$ 58,000		\$ 58,000
Contract Amendment		\$ 59,000		\$ 59,000
Extension Option 1	2 yrs.	\$ 5,400,000		\$ 5,400,000
Extension Option 2	2 yrs., 4 mos.	\$ 5,400,000		\$ 5,400,000
Contract Amendment		\$ 66,000		\$ 66,000
Proposed Amendment	7 mos.		\$4,800,000	\$ 4,800,000
TOTAL	6 yrs. 11 mos.	\$16,383,000	\$4,800,000	\$21,183,000

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

Strategic Outcome(s):

Government that Works for All.