



Recommendation for Action

File #: 22-2734, Agenda Item #: 15.

9/15/2022

Posting Language

Authorize an amendment to a contract with Altec Industrial Inc. to provide customized utility vehicles, to increase the amount by \$3,000,000 for a revised total contract amount not to exceed \$33,500,000.

(Note: This contract was awarded 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

Financial Services Department.

Client Department(s)

Austin Energy.

Fiscal Note

Funding is available in the Fiscal Year 2022-2023 Operating Budget of Austin Energy. Funding for the remaining contract term is contingent upon available funding in future budgets.

Purchasing Language:

Contract Amendment.

Prior Council Action:

August 3, 2017 - Council approved the original contract, item 47, on an 11-0 vote.

September 17, 2020 - Council approved an amendment, item 43, on an 11-0 vote.

For More Information:

Inquiries should be directed to Melita Harden, at 512-322-6149 or Melita.Harden@austintexas.gov <<mailto:Melita.Harden@austintexas.gov>>.

Council Committee, Boards and Commission Action:

August 8, 2022 - Recommended by the Electric Utility Commission on an 8-0 vote with Commissioners Bowen and Funkhouser absent and one vacancy.

Additional Backup Information:

The proposed amendment will provide additional funding required for the continued lease payments on Phases I and II of the customized utility vehicles currently in use by Austin Energy. The extension of these phases is required due to production shortages and delays in delivery of additional utility vehicles caused by the pandemic. The current contract, built to electric utility specifications, is composed of six delivery phases, with each phase representing a separate five-year term.

The contract is for the lease and maintenance of customized utility vehicles equipped with aerial mounted

devices used by Austin Energy field crews to support infrastructure, maintenance, and construction projects at various worksites within the Austin Energy service area. The vehicles will be delivered in multiple phases based on availability, equipment life, and Austin Energy requirements.

Contract Detail:

Contract Term	Length of Term	Current Contract Authorization	Requested Additional Authorization	Revised Total Authorization
Initial Term	5 yrs.	\$21,000,000		\$21,000,000
Contract Amendment	5 yrs.	\$ 9,500,000		\$ 9,500,000
Proposed Amendment			\$3,000,000	\$ 3,000,000
TOTAL	10 yrs.	\$30,500,000	\$3,000,000	\$33,500,000

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

Strategic Outcome(s):

Government that Works for All.