



Recommendation for Action

File #: 23-2014, **Agenda Item #:** 18.

6/8/2023

Posting Language

Authorize an amendment to a contract for the continued rental of temporary traffic control devices and roadway pavement marking services with Victor Pena d/b/a Pena's Traffic Services, LLC, to increase the amount by \$3,414,000 and to extend the term by two years for a revised total contract amount not to exceed \$8,334,000.

[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

Financial Services Department.

Client Department(s)

All City Departments.

Fiscal Note

Funding in the amount of \$569,000 is available in the Fiscal Year 2022-2023 Operating Budget of various City departments. Funding for the remaining contract term is contingent upon available funding in future budgets.

Purchasing Language:

Contract Amendment.

Prior Council Action:

November 12, 2020 - Council approved the original contract, item 37, on a 10-0 vote with Mayor Adler absent.
September 1, 2022 - Council approved an amendment, item 21, on an 11-0 vote.

For More Information:

Direct questions regarding this Recommendation for Council Action to the Financial Services Department - Central Procurement at: FSDCentralProcurementRCAs@austintexas.gov
<<mailto:FSDCentralProcurementRCAs@austintexas.gov>> or 512-974-2500.

Additional Backup Information:

The proposed amendment is to increase expenditure authorization and extend the term of the contract to allow for the continued rental of temporary traffic control devices and roadway pavement marking services for various City departments. The rental services include delivery, placement, maintenance, and replacement of temporary traffic control devices. Temporary traffic control devices include barricades, traffic cones, yellow and white pavement markings, and cyclone or plastic fencing. Contract services also include the installation of temporary roadway striping, and the restoration of permanent roadway striping and raised pavement markings.

These services are required for special events, when City crews work on the road or near high traffic areas,

and when temporary modifications are necessary to divert traffic around the work sites. This will continue to promote efficiency of the departments in their daily duties of maintaining the City's infrastructure and improve response time and safety for the public. The contractor is required to respond in both routine and emergency situations where traffic control is required.

The proposed amendment is to extend the existing contract for two additional years beyond the expiration date of November 12, 2023. Council approved the current contract on November 12, 2020, including authority and time for the initial contract term only. Council approved a second contract amendment on September 1, 2022, including authority and time for another single contract year extension. At the time of this second authorization, Council directed staff to present information regarding the feasibility of providing the services purchased under this contract using City staff. Following this last authorization, the Austin Transportation Department conducted the requested analysis and determined that performing the services provided under this contract using City staff would be substantially more costly for the City. The report from Austin Transportation Department is included as backup to this item. Based on this analysis, staff is requesting Council approval of the contract's remaining extension options and expenditure authority. The requested authorization increase is based on department estimates.

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	2 yrs.	\$3,280,000		\$3,280,000
Extension Option 1	1 yr.	\$1,640,000		\$1,640,000
Proposed Extension 2	1 yr.		\$1,707,000	\$1,707,000
Proposed Extension 3	1 yr.		\$1,707,000	\$1,707,000
TOTAL	5 yrs.	\$4,920,000	\$3,414,000	\$8,334,000

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