



Recommendation for Action

File #: 23-2232, **Agenda Item #:** 27.

7/20/2023

Posting Language

Authorize execution of three contracts for design and fabrication of distribution steel poles with KBS Electrical Distributors Inc., Techline Inc., and Texas Electric Cooperatives, each for up to five years for total contract amounts not to exceed \$15,500,000, divided among the contractors.

[Note: This solicitation 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 solicitation, there were no subcontracting opportunities; therefore, no subcontracting goals were established].

Lead Department

Financial Services Department.

Client Department(s)

Austin Energy.

Fiscal Note

Funding in the amount of \$775,000 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:

The Financial Services Department issued an Invitation for Bids (IFB) 1100 MEA1045 for these goods. The solicitation was issued on January 30, 2023, and closed on March 7, 2023. Of the four offers received, the recommended contractors submitted the lowest responsive offers. A complete solicitation package, including a tabulation of the bids received, is available for viewing on the City's Financial Services website, Austin Finance Online. Link: [Solicitation Documents](https://financeonline.austintexas.gov/afo/account_services/solicitation/solicitation_details.cfm?sid=138481)

[<https://financeonline.austintexas.gov/afo/account_services/solicitation/solicitation_details.cfm?sid=138481>](https://financeonline.austintexas.gov/afo/account_services/solicitation/solicitation_details.cfm?sid=138481).

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>](mailto:FSDCentralProcurementRCAs@austintexas.gov) or 512-974-2500. Respondents to the solicitation and their Agents should direct all questions to the Authorized Contact Person identified in the solicitation.

Council Committee, Boards and Commission Action:

June 12, 2023 - Recommended by the Electric Utility Commission on an 8-0 vote with Commissioners Bowen and Hopkins absent and one vacancy.

Additional Backup Information:

These contracts will provide design and fabrication of distribution steel poles on an as-needed basis for Austin Energy. Distribution steel poles are used for new power lines and upgrades to existing infrastructure. The galvanized and self-weathered poles are necessary to support construction and development activities in

Austin Energy's service area and maintain the reliability of the electrical system.

Contract Detail:

<u>Contract Term</u>	<u>Length of Term</u>	<u>Contract Authorization</u>
Initial Term	1 yr.	\$ 3,100,000
Optional Extension 1	1 yr.	\$ 3,100,000
Optional Extension 2	1 yr.	\$ 3,100,000
Optional Extension 3	1 yr.	\$ 3,100,000
Optional Extension 4	1 yr.	\$ 3,100,000
TOTAL	5 yrs.	\$15,500,000

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