

# EXECUTIVE BRIEF REGULAR MEETING

**AGENDA DATE:** April 22, 2021

**DEPARTMENT:** Water Utilities

**TITLE:**

First Amendment to Agreement with Cummins Power South for Annual Service Maintenance and Inspection of Generators.

**SUMMARY:**

The First Amendment extends Cummins Power South Agreement for one year and amount not to exceed \$30,619.18 for generator repairs in FY2021, and \$2,184.38 in FY2022 for annual inspection services.

**BACKGROUND AND JUSTIFICATION:**

The City of Lake Worth Beach has seven Cummins generators. The generators that provide backup power for the Water Utilities are for the RO plant, Booster Stations, part of the wellfield and Master Pump Station. The generator for the Leisure Services Department provides backup power for the Lake Worth Beach Casino.

This First Amendment authorizes Cummins, Inc. dba Cummins Power South to perform annual service, maintenance and repair to the seven Cummins generators for one year. This is necessary to maintain proper service and operation of the generators should a power outage occur. Cummins, Inc. dba Cummins Power South is the sole provider of parts and service in the state of Florida for these generators. The City entered into the original Agreement on February 6, 2018 for a period of three years with two one-year renewals. The pricing has changed from the original contract and is included in the Amendment.

**MOTION:**

Move to approve/disapprove the First Amendment to Agreement with Cummins Power South for an amount not to exceed \$30,619.18 for the remainder of FY2021 and \$2,184.38 in FY2022.

**ATTACHMENT(S):**

Fiscal Impact Analysis  
Agreement with Cummins Inc.  
First Amendment to Agreement with Cummins Inc.

**FISCAL IMPACT ANALYSIS**

**A. Five Year Summary of Fiscal Impact:**

<b>Fiscal Years</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>	<b>2025</b>
Capital Expenditures	0	0	0	0	0
Operating Expenditures	\$30,619.18	\$2,184.38	0	0	0
External Revenues	0	0	0	0	0
Program Income	0	0	0	0	0
In-kind Match	0	0	0	0	0
<b>Net Fiscal Impact</b>	<b>\$30,619.18</b>	<b>\$2,184.38</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>No. of Addn'l Full-Time Employee Positions</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**B. Recommended Sources of Funds/Summary of Fiscal Impact:**

The funds have been identified in the 2021 Operating budget

**For Water Utilities**

Account Number	Account Description	Project Number	FY21 Budget	Current Balance	Agenda Expenditure	Balance
402-7022-533.34-50	Contractual Services	N/A	\$241,398	\$147,372.50	-\$20,830.65	\$126,541.85
405-7421-535.46-21	Repair and Maintenance	N/A	\$50,000	\$34,615.90	-\$8,553.74	\$26,062.16

**For Leisure Services**

Account Number	Account Description	Project Number	FY21 Budget	Current Balance	Agenda Expenditure	Balance
140-8055-575.34-50	Contractual Services	N/A	\$33,809.00	\$1,258.29	-\$1,234.79	\$23.50