

STAFF REPORT UTILITY MEETING

AGENDA DATE: November 28, 2023

DEPARTMENT: Electric Utility

TITLE:

Agreements with Gresco Supply, Inc and ULS Corporate, Inc. for the purchase and delivery of three-phase, pad-mounted distribution transformers

SUMMARY:

Agreements with Gresco Supply, Inc and ULS Corporate, Inc. for the purchase and delivery of three-phase, pad-mounted distribution transformers for the City's Electric Utility under City of Lake Worth Beach solicitation (IFB# 23-109). Materials purchased under this agreement are essential elements of the City's Electric Utility System Hardening and Reliability Improvement Project (SHRIP) and for which bonds were sold in Bond Series 2020 and 2022.

BACKGROUND AND JUSTIFICATION:

The City issued an Invitation for Bid (IFB# 23-109) seeking bids from qualified vendors for the supply of three-phase, pad-mounted distribution transformers. Gresco Supply, Inc. and ULS Corporate, Inc. were two (2) of five (5) vendors to bid and were found to be responsive and responsible bidders and were recommended for the award. Gresco Supply, Inc was selected as the awardee of the primary contract and ULS Corporate, Inc. was selected as the awardee of the secondary contract, based upon price.

The City is currently implementing the Electric Utility System Hardening and Reliability Improvement Program (SHRIP). As part of this project, old three-phase, pad-mounted transformers are replaced to improve system reliability and storm resiliency. Additionally, many locations within the service territory will be converted from 4kV to 26kV, which also requires the materials purchased under this agreement. Distribution transformers purchased under this agreement will be utilized for both Capital and Operations & Maintenance projects and will be charged out to the projects accordingly. The duration of the Agreements is three (3) years, with the option to renew for two (2) additional one (1) year periods. The total cost shall not exceed \$2,500,000 per year per Agreement.

MOTION:

Move to approve/disapprove Agreements with Gresco Supply, Inc. and ULS Corporate, Inc. for the purchase and delivery of three-phase, pad-mounted distribution transformers at a cost not to exceed \$2,500,000 per year per Agreement.

ATTACHMENT(S):

Fiscal Impact Analysis
Agreements
IFB# 23-109 Bid Tab

FISCAL IMPACT ANALYSIS

Five Year Summary of Fiscal Impact:

Fiscal Years	2024	2025	2026	2027	2028
Inflows/Revenues					
Appropriated (Budgeted)	0	0	0	0	0
Program Income	0	0	0	0	0
Grants	0	0	0	0	0
In Kind	0	0	0	0	0
Outflows/Expenditures					
Appropriated (Budgeted)	\$5,000,000	\$5,000,000	\$5,000,000	\$5,000,000	\$5,000,000
Operating	0	0	0	0	0
Capital	0	0	0	0	0
Net Fiscal Impact <i>(If not budgeted)</i>	0	0	0	0	0
No. of Addn'l Full-Time Employee Positions	0	0	0	0	0

Contract Award - Existing Appropriation (Budgeted)	
	Expenditure
Department	Electric Utility
Division	Transmission /Distribution
GL Description	Improve Other than Build/ Infrastructure
GL Account Number	421-6034-531-63.15
Project Number	Various
Requested Funds	\$25,000,000
Remaining Balance	\$18,924,134.39
Source of Revenue (i.e. Paygo. Current Revenue, Bond Money, Grants, etc.)	Bond