

# EXECUTIVE BRIEF UTILITY MEETING

**AGENDA DATE:** April 26, 2022

**DEPARTMENT:** Electric Utility

**TITLE:**

Second Amendment with Dis-Tran Steel LLC., for the Canal 138kV Switchyard steel structures

**SUMMARY:**

Second Amendment authorizes Dis-Tran Steel LLC., to provide the substation steel structures, bus structure and anchor bolts for the new Canal 138kV Switchyard in the amount not to exceed \$1,500,000. This project has been identified as an element of the City's electric utility System Hardening and Reliability Improvement Project (SHRIP) and for which bonds were sold in November 2020.

**BACKGROUND AND JUSTIFICATION:**

City issued a Request for Proposals (RFP 20-209) from qualified and capable firms to supply and deliver different types of steel products utilized in the construction of electrical substations. Dis-Tran Steel was the only responsible bidder and was awarded the agreement.

On April 9, 2021, the First Amendment was issued for additional scope and materials required to complete the 7<sup>th</sup> Ave N substation project.

This Second Amendment is for the purchase of substation steel products for the new Canal 138kV Switchyard and requires an increase in the maximum annual not to exceed amount to \$1,500,000.

The purchase of the Canal 138kV Switchyard steel structures, bus structure and anchor bolts is in the amount not to exceed \$1,149,365. Since additional items and costs may be necessary to complete the scope of work identified in the Contractors quote, a provision has been added to the Agreement to include a 10% contingency amount of no more than \$115,000.

Under this second Amendment, Dis-Tran will provide all of the structural steel members, supports and anchor bolts for the construction of the new Canal 138kV Switchyard. It is anticipated the steel structures, supports and anchor bolts for the new switchyard will be ready for shipment within 24 weeks of placing the order.

**MOTION:**

Move to approve/disapprove Second Amendment to Agreement with Dis-Tran Steel LLC., for the purchase of the Canal 138kV Switchyard steel components in the amount not to exceed \$1,500,000.

**ATTACHMENT(S):**

Fiscal Impact Analysis  
Second Amendment to Dis-Tran Steel Agreement

**FISCAL IMPACT ANALYSIS**

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

<b>Fiscal Years</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>	<b>2025</b>	<b>2026</b>
Capital Expenditures	\$1,500,000	0	0	0	0
Operating Expenditures	0	0	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>\$1,500,000</b>	<b>0</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: Funds have been identified in account 421-6034-531-63.16, Project SH2001.**

Account Number	Department Name	Division Name	Account Description	Project Number	FY22 Budget	Current Balance	Budget Transfer	Agenda Expenditure	Balance
421-6034-531-63.16	Electric	T&D	Improve Other than Build / Infrastructure	SH2001	6,443,513	5,689,837	N/A	-1,500,000	\$4,189,837