



Meeting Date: March 30, 2023 **Agenda Type:** Consent Items for Action

From: Jesse Luna **Reviewed by:** David Hubbard
Purchasing Manager Chief Administrative Officer

Submitted by: David Hubbard **Approved by:** Ian Taylor
Chief Administrative Officer Chief Executive Officer

RECOMMENDED ACTION: Approve the Electric Line of Business Alternative Procurements from January 15, 2023, through February 15, 2023

BACKGROUND

Section 252.022(c) of the Texas Local Government Code provides that a municipally owned electric utility may define, by resolution, an alternative procurement procedure for the purchase of goods and services related to the electric utility. On June 28, 2018, the Board of Trustees approved the NBU Purchasing Policy, by resolution, which defined a procedure for procurement of goods and services for NBU’s electric line of business. The Purchasing Policy was later revised and approved on October 31, 2019. Among other conditions, the Purchasing Policy requires NBU staff to notify the Board of Trustees of any procurement over \$250,000 that uses the electric line of business procurement procedure.

Listed below are the procurements, in excess of \$250,000, submitted to the Purchasing Manager for the period of January 15, 2023, through February 15, 2023, using the electric line of business alternative procurement process.

FINANCIAL IMPACT

Electric Line of Business purchases more than \$250,000:

- Inventory Materials, Anixter, Priester Mell, The Electric Cooperative, Cost of \$505,654.58, see Exhibit A, Quote E1691XLS for reference.
- Transmission Right of Way clearing, service agreement to clear brush, apply herbicide and maintain NBU transmission right of ways, Greenstone Electrical Services, Cost of \$560,000.00.
- Substation Capacity Additions (Hueco Springs) Breaker Procurement, for the purchase of: Tie Breakers-Qty of 2; Feeder Breakers-Qty of 9; Total Breakers-Qty of 2; and 145 KV Circuit Switchers-Qty of 2, KBS Electrical Distributors, Inc., Cost of \$572,153.00.
- Substation Capacity Additions (Hueco Springs) Power Transformer Procurement, for the purchase of two (2) substation style transformers, Virginia Transformer, Corporation, Cost of \$2,884,698.00.

- Amendment to the Power Transformer Testing Contract, adds the following services: directs the vendor to pull oil samples on the transformers and load tap changers once a year, Tidal Power Services, Total amount of original contract, \$606,770, amount of Amendment No 1, \$64,400, New Total Cost of \$671,170.00.

LINK TO STRATEGIC PLAN

Customers and Community

People and Culture

Stewardship

EXHIBITS

1. Exhibit A – Quote E1691XLS