



Meeting Date: June 27, 2024 **Agenda Type:** Consent Items for Action

From: Jeff Morriss **Reviewed by:** Gretchen Reuwer
Substations Manager Director of Electric Services

Submitted by: Gretchen Reuwer **Approved by:** Ryan Kelso
Director of Electric Services Chief Executive Officer

RECOMMENDED ACTION: Authorize CEO or His Designee to Negotiate and Execute a Construction Contract with Lambda Construction I, LTD for Construction of the Hueco Springs Substation and Henne Substation Breaker Additions Project

BACKGROUND

On January 19, 2024, New Braunfels Utilities (“NBU”) issued a request for proposals for the Hueco Springs Substation and Henne Substation Breaker Additions Project. The scope at Hueco Springs Substation includes green field construction of the substation site, fencing, one power transformer bank with associated distribution feeder bays, and an underground conduit system for six distribution feeder exits. The scope at Henne Substation consists of two new distribution feeder breaker additions. One breaker, HE14, will require extension of the existing structural steel and electrical bus. The other breaker, HE24, will be installed in an existing bay. The aggregate scope at both Hueco Springs and Henne Substations is collectively called the “Project”. The Project will include a new substation constructed on River Road at the intersection with Edwards Blvd. The project also includes work at Henne Substation. This Project is necessary because it will provide additional electric distribution capacity to serve existing customers and future growth.

NBU received one (1) proposal on March 14, 2023, for the Project during the public bidding process. The project team evaluated the proposal and recommends the selecting of Lambda Construction I, LTD (“Lambda”) for the Project. Lambda was the only responsible respondent with a base price of \$5,460,109.22.

NBU staff requests that the Board of Trustees approve the Construction Contract Agreement with Lambda for the Project.

This item is being presented to the Board because the total amount of this contract exceeds \$250,000.

FINANCIAL IMPACT

The total amount of the construction contract with Lambda for the Project is \$5,460,109.22. The Project is budgeted within the Fiscal Year 2024 through Fiscal Year 2025 NBU Board approved Capital Improvements Projects Budget.

LINK TO STRATEGIC PLAN

Infrastructure and Technology

EXHIBITS

1. Construction Contract Agreement with Lambda Construction I, LTD
2. Letter of Evaluation from Schneider Engineering, LLC
3. Letter of Recommendation from Jeff Morriss, NBU Substations Manager
4. 4. Bid Form (RFP 23-0019)

Bid Tab (RFB 23-0019)	
1	Lambda Construction, Ltd. \$5,460,109.22