

AGENDA REQUEST

TO: Mayor and City Council

FROM: Johnny Timmons, Manager TW&L

DATE April 22, 2024

SUBJECT: IN THE MATTER OF AN EMERGENCY PURCHASE OF THREE (3) 500 kVA

THREE PHASE PADMOUNT TRANSFORMERS \mathbf{JT}

Request:

I respectfully request your approval of an emergency purchase for the following:

• Three (3) 500 kVA 7200/12870 Delta – 120/208Y three phase padmount transformers – On April 9, 2024, Arkansas Electric submitted the lowest quote for these three transformers at \$30,950.00 each, for a total of \$92,850.00. This cost is subject to review at the time of shipment. The lead time for these transformers is a minimum of thirty-six (36) weeks.

Note: The second quote received was from Howard Industries in the amount of \$49,212.00 each with a lead time of 52 weeks.

This emergency purchase is requested due to the following factors:

- Volatility of the metals market and key transformer and wire cost factors beyond the manufacturer's control
- Lead/delivery times

Please let me know if you have any questions.