



AGENDA REQUEST

TO: Mayor and City Council

FROM: Johnny Timmons, Manager TW&L

DATE: June 12, 2024

SUBJECT: IN THE MATTER OF AN EMERGENCY PURCHASE OF FOUR (4) 150 kVA THREE PHASE PADMOUNT TRANSFORMERS **JT**

Request:

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

- Four (4) 150 kVA 12870/120/208Y three phase padmount transformers – On May 28, 2024, Arkansas Electric submitted the lowest quote for these four transformers at \$17,500.00 each, for a total of \$70,000.00. This cost is subject to review at the time of shipment. The lead time for these transformers is a minimum of seven (7) months (sometime in 2025).

Note: The second quote received was from Howard Industries in the amount of \$27,994.00 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 cost factors beyond the manufacturer's control
- Lead/delivery times

Please let me know if you have any questions.