ITEM # <u>24</u> DATE: 06-14-16

## **COUNCIL ACTION FORM**

## **SUBJECT: AWARD OF CONTRACT FOR PADMOUNT SWITCHGEAR**

## **BACKGROUND**:

This bid is for the purchase of 600 amp padmount deadfront switchgears, types 9 and 11, to replenish inventory for the Electric Services Department. The switchgears are kept on hand in order to ensure availability when needed. Typically, the switchgear are used to provide re-routing of cables during outages and interconnecting our electric systems. The switchgears are necessary to meet the anticipated needs of the Electric Services Department.

On May 19, 2016, an invitation to bid (ITB) was issued to forty-nine vendors. The ITB was advertised on the Current Bid Opportunities section of the Purchasing webpage.

On June 7, 2016, eight bids were received as shown below:

BIDDER	TOTAL COST
Irby Utilities	\$88,788.60
Eagan, MN	
Power Line Supply	\$92,939.13
Williamsburg, IA	
RESCO (bid #1)	\$93,897.64
Ankeny, IA	
Fletcher-Reinhardt Co. (bid #1)	\$95,873.07
Cedar Rapids, IA	
Wesco Distribution (bid #1)	\$95,898.75
Des Moines, IA	
RESCO (bid #2)	Non-Responsive
Ankeny, IA	
Fletcher-Reinhardt Co. (bid #2)	Non-Responsive
Cedar Rapids, IA	
Wesco Distribution (bid #2)	Non-Responsive
Des Moines, IA	

Non-responsive bidders quoted switchgear which included a style of fuse not compatible with our system. Staff reviewed the remaining responsive bids and concluded that the apparent low bid in the amount of \$88,788.60 (inclusive of Iowa sales tax) submitted by Irby Utilities, Eagan, MN. is acceptable.

The switchgear is purchased from an Electric Department inventory asset account and charged to the appropriate operations accounts as they are put into use.

# **ALTERNATIVES:**

- 1. Award a contract to Irby Utilities, Eagan, Minnesota, for the purchase of padmount deadfront switchgears, in the amount of \$88,788.60 (inclusive of lowa sales tax).
- 2. Reject all bids and attempt to purchase padmount deadfront switchgears on an as needed basis.

### **MANAGER'S RECOMMENDED ACTION:**

It is important to purchase the 600 amp padmount deadfront switchgears at the lowest possible cost with minimal risk to the City. It is also imperative to have the switchgears available to meet department's needs. Therefore, it is the recommendation of the City Manager that the City Council adopt Alternative No. 1 as stated above.

### RFQ 2016-210 600A-Pad Switchgears Types 9 & 11 for Electric Distribution RESCO #2 Fletcher-Reinhardt Co. #2 WESCO Distribution #2 Irby Utilities Power Line Supply RESCO #1 Fletcher-Reinhardt Co. #1 WESCO Distribution #1 ITEM# DESCRIPTION QTY Unit Price Total PAD SWTCHGR, 15KV, PME-9, 2-200E FUSE/2-600A SWITCH \* CITY STOCK # 863 003 08010 \$11,289.700 \$33,869.10 \$11,527.000 \$34,581.00 \$11,530.000 \$34,590.00 \$13,850.000 \$41,550.00 \$14,968.000 \$44,904.00 \$15,122.700 \$45,368.10 \$15,441.000 \$46,323.00 \$15,445.000 \$46,335.00 MUST MEET CITY OF AMES SPECIFICATION 600A-PAD SWGR, TYPE 9 Federal Pacific Federal Pacific Federal Pacific S&C Electric Federal Pacific Federal Pacific Federal Pacific Federal Pacific PSE-9-44222 PSE-9-44222 PSE-9-44222 65352R1/W/6-3093 PSE-9-44221 PSE-9-44221 PSE-9-44221 PSE-9-44221 (FP SMU-20) PAD SWTCHGR, 15KV, PME-111-200E FUSE/3-600A SWITCH \* CITY STOCK # 863 003 08020 \$12,211.350 \$36,634.05 \$12,468.000 \$37,404.00 \$12,470.000 \$37,410.00 \$13,810.000 \$41,430.00 \$13,985.000 \$41,955.00 \$14,128.900 \$42,386.70 \$14,426.000 \$43,278.00 \$14,430.000 \$43,290.00 2 MUST MEET CITY OF AMES SPECIFICATION 600A-PAD SWGR, TYPE 11 Federal Pacific Federal Pacific Federal Pacific S&C Federal Pacific Federal Pacific Federal Pacific Federal Pacific PSE-11-44312 PSE-11-44312 PSE-11-44312 65362R1/W/3-3093 PSE-11-44311 PSE-11-44311 PSE-11-44311 PSE-11-44311 (FP SMU-20) Subtotal Group 1 \$70,503.15 \$72,000.00 \$89,625.00 \$71,985.00 \$86,859.00 \$87,754.80 \$89,601.00 \$82,980.00 Sales and/or Use tax on above materials (7% if licensed to pay Iowa \$4,935.22 \$5,038.95 \$5,040.00 \$5,808.60 \$6,080.13 \$6,142.84 \$6,272.07 \$6,273.75 Sales Tax.) Group 1 Overall: NON-RESPONSIVE NON-RESPONSIVE NON-RESPONSIVE \$88,788.60 \$92,939.13 \$93,897.64 \$95,873.07 \$95,898.75 9-10 weeks Lead Time from PO Receipt Date: 8-10 weeks 8 weeks - Review exception 6-9 weeks 6-9 weeks, note exception Noted: SM-4 Fusing