

EWEB Board Consent Calendar Request

For Contract Awards, Renewals, and Increases

The Board is being asked to approve a Contract with **Michels Power** for **construction services at Leaburg Substation**.

Board Meeting Date: August 7, 2018

Project Name/Contract#: Construction Services at Leaburg Substation / ITB 042-2018

Primary Contact: Rod Price Ext. 7122

Purchasing Contact: Sandra Hahn Ext. 7163

Contract Amount:

Original Contract Amount: \$552,000

Additional \$ Previously Approved: \$ n/a

Invoices over last approval: \$ n/a

Percentage over last approval: n/a %

Amount this Request: \$552,000

Resulting Cumulative Total: \$552,000

Contracting Method:

Method of Solicitation: ITB 042-2018

If applicable, basis for exemption: n/a

Term of Agreement: November 30, 2018

Option to Renew? No

Approval for purchases "as needed" for the life of the contract No

Proposals/Bids Received (Range): 4 (\$551,228 - \$854,037)

Selection Basis: Lowest Responsive and Responsible Bid

Narrative:

Following the completion of Holden Creek Substation, which was energized Q2 2018, EWEB is beginning the process of reducing the upriver electric system infrastructure per the Upriver Plan presented to the Board in 2016; this will begin with the reduction of Leaburg Substation infrastructure. The work has been split into two (2) phases with the first phase scheduled for 2018.

Work for 2018 will be contracted and will occur between August and the end of October. Work includes removing the majority of the existing substation equipment and modifications to the existing oil containment system, and installation of new foundations and electrical equipment.

EWEB issued ITB 042-2018 in June 2018 and a voluntary pre-bid meeting was held in which five (5) prospective bidders and subcontractors attended. The ITB responses were opened in July and reviewed by staff. Bidders were required to demonstrate relevant experience in substation construction, a safety program that included high-voltage substation hazard aspects, and required identifying experience of key personnel who will manage the project during construction. Four (4) responses were received and evaluated by staff. Responses were received from KVA Electric Inc. of Arlington, WA, Michels Power of Neenah, WI (local office in Tumwater, WA), Christenson Electric of Portland, OR, and Key Line Construction of Myrtle Point, OR. Michels Power was determined to be the lowest responsible and responsive bid.

ACTION REQUESTED:

Management requests the Board approve a Contract with **Michels Power** for **construction services at Leaburg Substation**. Leaburg Substation Reduction is budgeted under the Holden Creek Substation Type 2 project. The budget amount for Capital Work for the Electric Utility is \$37.6 Million.

SIGNATURES:

Project Coordinator: _____

Manager: _____

Purchasing Manager: _____

Board Approval Date: _____