

## **EWEB Board Consent Calendar Request**

*For Contract Awards, Renewals, and Increases*

The Board is being asked to approve a contract with GE Prolec for a single substation transformer for the Holden Creek substation in Lane County.

Board Meeting Date: 11/6/2018

Project Name/Contract #: Transformer for Holden Creek Substation

Primary Contact: Rod Price Ext. 7122

### **Contract Amount:**

Original Contract Amount: \$734,800

Additional \$ Previously Approved: \$0

Invoices over last approval: \$0

Percentage over last approval: 0%

Amount this Request: \$734,800

**Resulting Cumulative Total:** \$734,800

### **Contracting Method:**

Method of Solicitation: Formal Request for Proposals

If applicable, basis for exemption: N/A

Term of Agreement: **One Time Purchase (Goods)**

Option to Renew? No

Approval for purchases "as needed" for the life of the Contract Yes  No

Proposals/Bids Received (Range): 7 Proposals ranging from \$619,954 to \$792,745

Selection Basis: Highest Ranked Proposer

Narrative:

### Operational Requirement and Alignment with Strategic Plan

The Holden Creek Substation was originally designed and commissioned in early 2018 with one 20MVA distribution power transformer, with provisions for installation of a second in the future. After commissioning, further distribution system reliability studies were completed to determine the effects of various failure modes and operating constraints for the station for upriver distribution customers. Based on the study results, it was determined a second power transformer would be needed at Holden creek to meet EWEB reliability standards.

### Contracted Goods or Services

One transformer for EWEB's Holden Creek substation along McKenzie Highway.

### Prior Contract Activities

N/A

### Purchasing Process

In September 2018, EWEB issued a Formal Request for Proposals (RFP) for the transformer. Forty (40) entities reviewed the RFP, which was posted on the State of Oregon's procurement site (ORPIN). Staff also proactively reached out to several firms in advance of the closing date. EWEB received seven (7) responses: 1) Virginia Transformer of Pocatello, Idaho, 2) SPX Transformer Solution of Goldsboro, North Carolina, 3) Prolec (GE) of Conover, North Carolina, 4) Howard Industries of Laurel, Missouri, 5) OTC Services of Louisville, Ohio, 6) Pennsylvania Transformer Technology of Canonsburg, Pennsylvania, and 7) WEG Transformers of Washington, Missouri. The responses were evaluated by a cross-functional team based on the weighted criteria stated in the RFP which consisted of Compliance with EWEB Specifications (65%), the Degree of Proposed Changes to the Contract (15%), and Price Proposal (20%). After evaluating and scoring the responses, the Evaluation Team

reached consensus that GE Prolec provided the best overall value for EWEB.

**ACTION REQUESTED:**

Management requests the Board approve a contract with GE Prolec for a single substation transformer for the Holden Creek substation in Lane County. Funds for this purchase are being spent out of the existing Electric Division budget. The Total Electric Division draft budget for 2019 is \$ \$37.3 Million.