ELECTRIC UTILITIES DEPARTMENT



It's real.

MEMORANDUM

TO: Mayor and City Councilmembers

Steve Parker, City Manager

FROM: Adam Ryals, Utility Warehouse Manager

THROUGH: Rick Cortes, Deputy City Manager

DATE: April 26th, 2024

RE: Rejecting Bid# AF-2024-28

On April 23rd, five (5) bids were received for purchasing eighteen (18) transformers in various sizes. Bids ranged from \$594,233.69 to \$1,168,528.80. Two of the five vendors submitted qualifying bids; however, the two qualifying bids had extended lead times. For this reason, the staff is recommending the rejection of all bids. Section 271.058 of the Texas Local Government Code states, the governing body may reject any and all bids submitted for a contract for which competitive bidding is required by this subchapter.

The need for these transformers remains, and we are taking a proactive approach. The staff will reconsider the bid specifications and readvertise in an effort to lessen lead times. I will be available at the Council meeting on May 7th, should there be any questions or concerns.