



Recommendation for Action

File #: 20-2958, **Agenda Item #:** 26.

10/1/2020

Posting Language

Authorize negotiation and execution of a contract with Hyundai Power Transformers USA Inc., to provide a three-phase autotransformer for the Dunlap substation, in an amount not to exceed \$4,700,000.

(Note: This contract is exempt from the City Code Chapter 2-9D Minority Owned and Women Owned Business Enterprise Procurement Program; therefore, no subcontracting goals were established).

Lead Department

Purchasing Office.

Client Department(s)

Austin Energy.

Fiscal Note

Funding is available in the Fiscal Year 2020-2021 Capital Budget of Austin Energy.

Purchasing Language:

Austin Energy is designating this purchase as a Critical Business Need in accordance with Senate Bill 7 (76th Legislature, R.S., 1999), as adopted by the City as Resolution No. 040610-02.

For More Information:

Inquiries should be directed to the City Manager's Agenda Office, at 512-974-2991 or AgendaOffice@austintexas.gov <<mailto:AgendaOffice@austintexas.gov>> or to DeJuan Brown, at DeJuan.Brown@austintexas.gov <<mailto:DeJuan.Brown@austintexas.gov>>.

Council Committee, Boards and Commission Action:

September 14, 2020 - Recommended unanimously by the Electric Utility Commission on a 10-0 vote, with Commissioner Wray absent.

Additional Backup Information:

The contract will provide a three-phase autotransformer for the Dunlap substation serving East Austin. The autotransformer is required to supply additional capacity to Austin Energy's transmission system due to the retirement of two Decker steam units. Without this addition, there is an increased risk to the reliability of the Austin Energy system in addition to high congestion charges from the Electric Reliability Council of Texas.

Strategic Outcome(s):

Government That Works for All.