



# CITY OF LODI

# COUNCIL COMMUNICATION

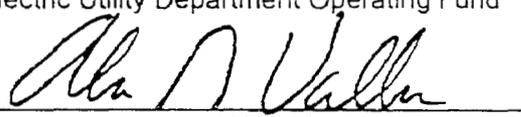
AGENDA TITLE: Special Purchase of Polemount Transformers (\$7,773.09)  
 MEETING DATE: July 16, 1997  
 PREPARED BY: Electric Utility Director

RECOMMENDED ACTION: That the City Council adopt the attached resolution authorizing the special purchase of 18 conventional polemount transformers from Wesco Distribution, San Francisco, in the amount of \$7,773.09.

BACKGROUND INFORMATION: In September, 1996, the City Council awarded the bid for 18 circuit-protected polemount transformers to Wesco Distribution for \$14,669.09. Upon delivery of the transformers in December, it was determined that Wesco's manufacturer had produced and shipped *conventional* polemount units instead of circuit-protected transformers as ordered, and the shipment was rejected.

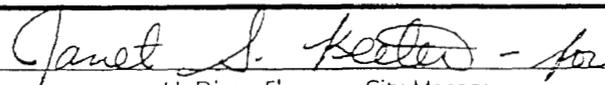
Replacements were ordered through Cooper Power Systems (Council advised on April 2, 1997), and negotiations began with Wesco over disposition of the 18 rejected transformers. On July 1, 1997, Wesco agreed to Lodi's offer of \$7,773.09 for the 18 units. (Sizes, quantities, and reference prices are shown on attached Exhibit A). Lodi's offer to Wesco was made contingent upon City Council approval, adoption of resolution, and issuance of a signed purchase order. It is recommended, therefore, that the City Council authorize this purchase under Lodi City Code section 3.20.070, which allows for dispensation of bidding when the City Council determines that the purchase or method of purchase serves the best interest of the City.

These transformers meet all City of Lodi specifications for conventional polemount transformers, and will be used to serve new loads as required.

FUNDING: Electric Utility Department Operating Fund *J. Martin*  
  
 Alan Vallow, Electric Utility Director

Prepared by Joel Harris, Purchasing Officer

cc: Director, Engineering and Operations

APPROVED:   
 H. Dixon Flynn -- City Manager

SPECIAL PURCHASE  
CONVENTIONAL POLEMOUNT TRANSFORMERS  
JULY 16, 1997

SIZES, QUANTITIES, REFERENCE PRICES

SIZE	QUANTITY	OFFER PRICE	REFERENCE PRICE	ORIGINAL CP <sup>1</sup> PRICE
15KVA	2	\$343.00 ea	\$495.00 ea <sup>2</sup>	\$559.00 ea
25KVA	4	\$387.00 ea	\$545.00 ea <sup>3</sup>	\$640.00 ea
37.5KVA	12	\$415.00 ea	\$654.00 ea <sup>4</sup>	\$828.00 ea
TOTALS	18	\$7,773.09 <sup>5</sup>	\$11,871.90 <sup>5</sup>	\$14,669.09 <sup>5</sup>

- Notes:
1. Circuit-protected transformers (bid August, 1996)
  2. Cooper Power Systems' price, August, 1996 (Res. 96-127)
  3. Cooper Power Systems' price, February, 1997 (Res. 97-25)
  4. Wesco's price, August, 1995 (Res. 95-100)
  5. Total prices include sales tax.

RESOLUTION NO. 97-98

A RESOLUTION OF THE LODI CITY COUNCIL  
APPROVING THE SPECIAL PURCHASE OF  
POLEMOUNT TRANSFORMERS

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WHEREAS, Lodi Municipal Code, §3.20.070, authorizes dispensing with bids for purchases of supplies, services or equipment when it is in the best interests of the City to do so; and

WHEREAS, in September, 1996, the City Council awarded the bid for 18 circuit-protected polemount transformers to Wesco Distribution for \$14,669.09; and

WHEREAS, upon delivery of the transformers in December, it was determined that Wesco's manufacturer had produced and shipped conventional polemount units instead of circuit-protected transformers as ordered, and the shipment was rejected; and

WHEREAS, replacements were ordered through Cooper Power Systems and negotiations began with Wesco over the disposition of the 18 rejected transformers. On July 1, 1997, Wesco agreed to Lodi's offer of \$7,773.09 for the 18 units, (Lodi's offer to Wesco was contingent upon City Council approval, adoption of resolution, and issuance of a signed purchase order); and

WHEREAS, it is staff recommendation that the City Council authorize the purchase under Lodi City Code §3.20.070, since the transformers meet all City of Lodi specifications for conventional polemount transformers, and will be used to serve new loads as required.

NOW, THEREFORE, BE IT RESOLVED, that the City Council hereby approves the special purchase of 18 conventional polemount transformers from Wesco Distribution of San Francisco, CA in the amount of \$7,773.09; and

Dated: July 16, 1997

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I hereby certify that Resolution No. 97-98 was passed and adopted by the City Council of the City of Lodi in a regular meeting held July 16, 1997, by the following vote:

- AYES: COUNCIL MEMBERS -
- NOES: COUNCIL MEMBERS -
- ABSENT: COUNCIL MEMBERS -
- ABSTAIN: COUNCIL MEMBERS -

ALICE M. REIMCHE  
Acting City Clerk