

CITY OF LODI

COUNCIL COMMUNICATION

AGENDA TITLE: Purchase of 20,000 feet of #2/0 15kV Primary Underground Conductor (\$25,994.69)

MEETING DATE: December 15, 1999

PREPARED BY: Electric Utility Director

RECOMMENDED ACTION: That the City Council adopt the attached resolution awarding the bid for the purchase of 20,000 feet of size #2/0 15kV concentric neutral primary underground cable to the low bidder, G E Supply Company, North Highlands, CA, in the amount of \$25,994.69.

BACKGROUND INFORMATION: On November 17, 1999, the City Council approved specifications and authorized advertisement for bids for this conductor.

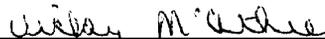
On December 2 the following bids were opened:

	<u>Option 1 (Firm Price)</u>	<u>Option 2 (Var. Price)</u>
G E Supply Co., N. Highlands	No Bid	\$25,994.69
Hendrix Wire, W. Milford, NH	\$26,506.50	\$26,291.00
Pirelli Cables, Colusa, CA	\$27,045.25	\$26,247.90
Western States Elec., Portland, OR	\$28,402.90	\$28,187.40
Ace Supply, Emeryville	No Bid	No Bid

Staff recommends purchase from G E Supply under Option 2, the price which is variable depending on aluminum and copper prices at the time the conductor is shipped. Metals prices have dropped slightly since peaking in September, and G E Supply's basis costs for the metals (as set forth in the bid) are about 2% above today's prices (which means if GE Supply were to ship the conductor today, the actual selling price would be about \$80.00 less than the bid price of \$25,994.69). Further, metals prices will have to escalate over 12% during GE Supply's delivery leadtime of 6 – 8 weeks for Lodi's cost under Option 2 to exceed the lowest bid under Option 1 (Hendrix' firm price of \$26,506.50).

A portion of this conductor will be used to provide new service in the Lodi West #8 and Richards Ranch subdivisions. The balance will be placed into inventory to cover future requirements.

FUNDING: Electric Utility Department Operating Fund, Page E-25

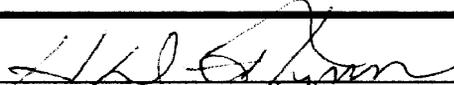

Vicky McAthie, Finance Director


Alan N. Vallow, Electric Utility Director

Prepared by Joel Harris, Purchasing Officer

cc: Manager, Engineering and Operations

APPROVED: _____


H. Dixon Flynn – City Manager

RESOLUTION NO. 99-197

A RESOLUTION OF THE LODI CITY COUNCIL
AWARDING THE BID FOR THE PURCHASE OF
PRIMARY UNDERGROUND CONDUCTOR

WHEREAS, in answer to notice duly published in accordance with law and the order of this City Council sealed bids were received and publicly opened on December 2, 1999 at 11:00 a.m. for the purchase of 20,000 Feet of #2/0 15kV Primary Underground Cable, described in the specifications therefore approved by the City Council on November 17, 1999; and

WHEREAS, said bids have been compared, checked, and tabulated and a report thereof filed with the City Manager as shown as follows:

	<u>Option 1 (Firm Price)</u>	<u>Option 2 (Var. Price)</u>
G E Supply Co., N. Highlands	No Bid	\$25,994.69
Hendrix Wire, W. Milford, NH	\$26,506.50	\$26,291.00
Pirelli Cables, Colusa, CA	\$27,045.25	\$26,247.90
Western States Elec., Portland, CA	\$28,402.90	\$28,187.40
Ace Supply, Emeryville	No Bid	No Bid

WHEREAS, the City Manager recommends award of the bid for the purchase of Primary Underground Cable under Option 2 be made to the low bidder, G E Supply Company of North Highlands, CA.

NOW, THEREFORE, BE IT RESOLVED by the Lodi City Council that the award of the bid for the purchase of 20,000 Feet of #2/0 15kV Primary Underground Cable under Option 2, be and the same is hereby awarded to the low bidder, G E Supply Company of North Highlands, CA in the amount of \$25,994.69.

Dated: December 15, 1999

I hereby certify that Resolution No. 99-197 was passed and adopted by the City Council of the City of Lodi in a regular meeting held December 15, 1999, by the following vote:

- AYES: COUNCIL MEMBERS – Hitchcock, Land, Nakanishi and Mann
(Mayor)
- NOES: COUNCIL MEMBERS – None
- ABSENT: COUNCIL MEMBERS – None
- ABSTAIN: COUNCIL MEMBERS – Pennino


ALICE M. REIMCHE
for City Clerk