



CITY OF LE SUEUR  
REQUEST FOR COUNCIL ACTION

TO: Mayor and City Council

FROM: Richard Kucera, Public Services Director

SUBJECT: Accept Bids and Award Contract for Furnishing a Power Transformer for the Main Street Substation Improvements

DATE: For the City Council Meeting of Monday, June 13, 2022

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**PURPOSE**

Consider approving receiving the bids for Furnishing a Power Transformer for the Main Street Substation Improvements project and awarding contract.

**SUMMARY**

The Electric System Asset Study & 10 Year Capital Improvements Plan identified the aging equipment at the Main Street Substation for replacement. This is part of the phase 1 improvements in the plan.

The furnishing of a power transformer for the Main Street Substation was made public and bids were due and opened on June 7, 2022, at 1:00 PM at the Electric facility. The lowest responsible bid is \$767,766.00 from Niagara Power Transformer Corp. The guaranteed delivery date is the second quarter of 2024.

**ACTION REQUESTED**

Staff is requesting that the City Council approve the contract with Niagara Power Transformer Corp. for \$767,766.00 for Furnishing a Power Transformer for the Main Street Substation Improvements and approve R2022-028.



June 8, 2022

Le Sueur Municipal Utilities  
Attn: Justin Anderson  
505 Boright Street  
Le Sueur, MN 56058

RE: **Recommendation of Award of Contract**  
**Furnishing an 69/12.47 kV Power Transformer**  
DGR Project No. 422810

Dear Justin:

We have reviewed the bids received on June 7, 2022 for the above referenced project. A bid summary form of the bid results is enclosed. We have checked the bids for mathematical accuracy and compliance with the bid specifications. We are hereby prepared to offer the following recommendation.

There were two (2) responsive bids received ranging in price from \$767,766.00 to \$972,600.00. The apparent low bid evaluated was, Niagara Power Transformer Corp., who submitted a total price of \$767,766.00. Niagara Power Transformer Corp. has successfully completed similar projects for us in the past, and we know of no reasons why they would not perform well on this project. We recommend that you award the contract to Niagara Power Transformer Corp. for a total price of \$767,766.00.

Please review our recommendation and feel free to contact us with any questions you or the Board may have. Please let us know when an award has been made, and we will proceed with preparing the Contract Documents for signatures. We will be sending a copy of the bid summary to all bidders and plan holders.

Best Regards,

DGR Engineering

Brendan Metzger, P.E.  
Enclosure: Bid Summary and Tabulation  
BRM:ste

**BID SUMMARY**

**FURNISHING AN 69/12.47 kV POWER TRANSFORMER  
MAIN SUBSTATION IMPROVEMENTS  
LE SUEUR MUNICIPAL UTILITIES - LE SUEUR, MN**

**One (1) 10/11.2/14 MVA @ 55/65/65°C Rise ONAN/ONAF  
Power Transformer, 69 kV Delta to 12.47 GRDY/7.2 kV with LTC and Accessories**

**DGR**  
**ENGINEERING**  
Rock Rapids, Iowa 51246  
DGR Project No. 422810

**Bid Letting: June 7, 2022  
1:00 pm, local time  
LMU**

<b>Bidder and Address</b>	<b>Bid Security</b>	<b>Total Purchase Price (6c)</b>	<b>Total Evaluation Price (7g)</b>	<b>Guaranteed Delivery Date</b>	<b>Manufacturer</b>	<b>Comments</b>
<b>Niagara Power Transformer Corp.</b> 1755 Dale Road Buffalo, NY 14225	10% Bid Bond	<b>\$767,766.00</b>	\$915,924.00	Q2 2024	Niagara / Reinhausen	
<b>WEG Transformer USA</b> 1 Pauwels Drive Washington, MO 63090	10% Bid Bond	\$972,600.00	\$1,148,481.00	85-90 Weeks ARO	WEG / Reinhausen	

Corrected Amount

CITY OF LE SUEUR, MINNESOTA  
CITY COUNCIL RESOLUTION **R2022-028**

ACCEPTING BIDS AND AWARDING CONTRACT FURNISHING POWER  
TRANSFORMER FOR THE MAIN STREET SUBSTATION IMPROVEMENTS

WHEREAS, pursuant to an advertisement for bids for Furnishing a Power Transformer for the Main Street Substation Improvements, bids were received, opened, and tabulated according to law; and

WHEREAS, Le Sueur Public Utilities' current power transformer has reached the end of its useful life; and

WHEREAS, bids were received on June 7<sup>th</sup> for Furnishing Power Transformer for the Main Street Substation Improvements; and

WHEREAS, DGR Engineering has made a recommendation for the awarding of contract based upon evaluations of the bids received; and

WHEREAS, finally, the total value of the contracts is \$767,766.00.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND CITY COUNCIL THAT:

1. The contract for Main Street Substation Transformer be awarded to Niagara Power Transformer Corp. in the amount of \$767,766.00 as recommended by our consultant, DGR Engineering.
2. DGR Engineering is directed to prepare the contract for signature.
3. City staff is authorized to sign the contract.

PASSED by the City Council of the City of Le Sueur on this 13<sup>th</sup> day of June 2022.

ATTEST

\_\_\_\_\_  
Shawn Kirby, Mayor

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Jacquelyn Fahey, Deputy City Clerk

VOTE:     \_\_\_ HUNTINGTON   \_\_\_ KIRBY   \_\_\_ KROGMANN  
\_\_\_ SCHLUETER   \_\_\_ SULLIVAN   \_\_\_ SWANBERG   \_\_\_ WILLIAMS