Authorize negotiation and execution of a contract with Hyundai Power Transformers USA Inc., to uprate a transformer at the Cardinal Lane substation, in an amount not to exceed $136,200.

(Note: Sole source contracts are exempt from the City Code Chapter 2-9C 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 2019-2020 Capital Budget Austin Energy.

**Purchasing Language:**
Sole Source.

**For More Information:**
Inquiries should be directed to the City Manager’s Agenda Office, at 512-974-2991 or AgendaOffice@austintexas.gov or to Julia Finn, at 512-322-6060 or Julia.Finn@austintexas.gov.

**Council Committee, Boards and Commission Action:**
November 18, 2019 - Recommended by the Electric Utility Commission on a 7-0 vote, with Vice Chair Hopkins and Commissioners Funkhouser and Wray absent, and Commissioner Hadden off the dais.

**Additional Backup Information:**
The contract will provide the materials and services required to uprate a transformer at the Cardinal Lane substation to meet capacity needs for the Department of Veteran’s Affairs Information Technology Center. Uprating improves the power output of a transformer. Austin Energy recommends uprating the existing transformer in lieu of purchasing and installing a new transformer at an approximate cost savings of $850,000.

The contractor designed the existing unit and is solely authorized to uprate the transformer.