

CITY COUNCIL AGENDA ITEM COVER MEMO

FOR AGENDA OF COUNCIL MEETING/WORK SESSION – DATE: October 23, 2014

ACTION REQUESTED BY: Huntsville Utilities

COUNCILMAN: ALL DISTRICT: ALL

SUBJECT MATTER: Electric Work Order Budget

EXACT WORDING FOR AGENDA: Resolution authorizing the approval and purchase of items for FY2015 (BWO 377-2015). (Utilities: Electric)

ORDINANCE: **RESOLUTION:** X **MOTION:**

(IF AMENDMENT, STATE TITLE AND NUMBER OF ORIGINAL): N/A

ITEM IS TO BE CONSIDERED FOR:

INTRODUCTION: **ACTION:** X **DISCUSSION:**

UNANIMOUS CONSENT REQUIRED? No

BRIEFLY STATE WHY THE ACTION IS REQUESTED; WHY IT IS RECOMMENDED OR NOT RECOMMENDED; WHAT COUNCIL ACTION WILL PROVIDE, ALLOW, OR ACCOMPLISH; ANY ASSOCIATED COST; BUDGETED (?); AND ANY OTHER INFORMATION THAT YOU THINK MIGHT BE HELPFUL.

Approval to purchase transformers and labor for the Electric Department as outlined in the FY2015 budget. The total estimated cost to Huntsville Utilities is \$3,150,000.00. All items are FY2015 budgeted items. This will impact budget code 77. **(Budget Work Order 377-2015).**

MAYOR RECOMMENDS OR CONCURS? YES _____ NO _____ N/A _____

SIGNATURE: Jay C. Stowe, P.E., President/CEO

DATE: September 24, 2014

RESOLUTION NO. 14-_____

WHEREAS, the Huntsville Electric Utility Board has approved Work Order BWO 377-2015, which allows for the purchase of transformers and labor as outlined in the Fiscal Year 2015 Budget, at an estimated cost of \$3,150,000.00; and

WHEREAS, the expenditure of such amount being in excess of the sum of \$25,000.00 requires the consent and approval of the City Council of the City of Huntsville, Alabama.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Huntsville, Alabama, that the purchase of transformers and labor as outlined in the Fiscal Year 2015 Budget, at an estimated cost of \$3,150,000.00, be, and the same is hereby approved, and the written consent and approval of the City Council of the City of Huntsville, Alabama, is hereby given to the Huntsville Electric Utility Board for the expenditure of sufficient funds from the proper fund belonging to the Huntsville Electric Utility Board.

ADOPTED this the _____ day of _____, 2014.

President of the City Council of
The City of Huntsville, Alabama

APPROVED this the _____ day of _____, 2014.

Mayor of the City of Huntsville,
Alabama

**HUNTSVILLE ELECTRIC SYSTEM
Work Order (Budget)**

Work Order #: 377-2015

Budget Code: 77

Budget Year: 2015

Description: Purchase new transformers and labor as outlined in the FY2015 budget for the Electric and Joint Departments for fiscal year 2015. These items include transformers and labor. These are 2014-2015 budgeted items, budget code 77.

Budgeted Total: \$3,150,000.00

Prepared by: Beth Newby
Engineering Services Analyst

Date: 9/17/2014

Approved by: [Signature]
Manager

Date: 9/18/14

Authorized by: [Signature]
Vice President of Operations

Date: 9/17/14

Authorized by: _____
President/CEO

Date: _____

Approved by Electric Board: _____
Date

Approved by City Council: _____
Date

**Summary of Capital Budget
Fiscal Year 2015
Electric and Joint Department**

			<u>MATERIALS</u>	<u>CONTRACT LABOR</u>	<u>IN HOUSE LABOR</u>	<u>TOTAL</u>
TRANSFORMERS (77)						
#1	536100-77	Lakewood - replace 1964 transformer w/bad LTC (ELECTRIC ENGINEERING)	330,000	10,000	10,000	350,000
#2	536100-77	Parker - replace 1963 transformer w/bad LTC (ELECTRIC ENGINEERING)	330,000	10,000	10,000	350,000
#3	536100-77	Raw Water/New Dry Type Transformer- Replace 1964 transformers (ELECTRIC ENGINEERING)	640,000	7,500	2,500	650,000
#4	607130-77	Transformers (ENGINEERING - ELECTRIC)	1,800,000	-	-	1,800,000
REGULATORS TOTAL			3,100,000	27,500	22,500	3,150,000