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# **RESOLUTION NO. U-11458**

A RESOLUTION relating to the Department of Public Utilities, Light Division (d/b/a "Tacoma Power"); declaring certain utility equipment surplus to the needs of Tacoma Power; conducting a public hearing on the proposed sale of the surplus utility equipment; and authorizing Tacoma Power to sell the surplus utility equipment to the highest responsive bidder(s) at one or more bid sale(s) or to otherwise dispose of such equipment in any lawful manner in the event such items do not sell.

WHEREAS Tacoma Power originally acquired for public utility purposes two (2) 56MVA Substation Transformers, as more specifically stated in the Declaration of Surplus Property, which is in the background materials on file with the Clerk of the Board, and

WHEREAS Tacoma Power has determined that the equipment listed in the Declaration of Surplus Property is no longer necessary for providing continued public utility service due to age, reliability and damage, and is deemed surplus to Tacoma Power's needs pursuant to the applicable provisions in RCW 35.94.040 and TMC 1.06.272-278, and

WHEREAS the equipment has an estimated resale value of \$60,000, and

WHEREAS a public hearing was conducted on May 8, 2024, as required by RCW 35.94.040, and

WHEREAS Tacoma Power requests that the Utility Board, pursuant to the applicable requirements of RCW 35.94.040 and TMC 1.06.272-278, declare the two (2) 56MVA Substation Transformers surplus to Tacoma Power's needs, and authorize Tacoma Power to sell the transformers at a bid sale(s) to the highest responsive bidder(s); Now, Therefore,



BE IT RESOLVED BY THE PUBLIC UTILITY BOARD OF THE CITY OF TACOMA:

Sec. 1. The equipment identified in the Declaration of Surplus Property is no longer necessary for providing continued public utility service and is hereby declared surplus to Tacoma Power's needs.

Sec. 2. Tacoma Power is hereby authorized to sell the two (2) 56MVA Substation Transformers at one or more bid sale(s) to the highest responsive bidder(s), and should such equipment not be sold at such sale(s), Tacoma Power is authorized to otherwise dispose of such equipment in any other lawful manner that is determined to be in the best interests of Tacoma Power.

Sec. 3. If a bid is higher than \$500,000, then the highest bid over \$500,000 will be brought by Tacoma Power to the Board for formal approval of the sale.

Approved as to form.	Chair	
/s/		
Chief Deputy City Attorney	Secretary	
	Adopted	
Clerk		



# **Board Action Memorandum**

**TO**: Jackie Flowers, Director of Utilities

**COPY**: Charleen Jacobs, Director and Board Offices **FROM**: Chris Robinson, Power Superintendent

MEETING DATE: May 8, 2024 DATE: April 11, 2024

GUIDING PRINCIPLE ALIGNMENT (select as many th	at apply):
Please indicate which of the Public Utility Board's Guidin	g Principle(s) is supported by this action.
☐GP1 – Diversity, Equity, Inclusion, Belonging	☐ GP8 – Telecom
☐ GP2 – Financial Sustainability	☐ GP9 – Economic Development
□GP3 – Rates	☐ GP10 – Government Relations
☐GP4 – Stakeholder Engagement	☐ GP12 – Employee Relations
☐ GP5 – Environmental Sustainability	☐ GP13 – Customer Service
☐ GP6 – Innovation	
□GP7 – Reliability & Resiliency	

**SUMMARY**: Tacoma Power recommends the equipment listed on the attached inventory be declared surplus to Tacoma Power needs. We further recommend a public hearing be held in front of the Public Utility Board to take testimony from any interested individuals on the sale of said surplus equipment in accordance with RCW 35.94.040. In addition, we recommend the Department of Public Utilities be authorized to solicit bids for the equipment and award the sale of the equipment based on the highest responsive bid received, so long as the total bid amount is less than \$200,000. Sale amounts higher than \$200,000 will be presented to the Public Utility Board for approval.

**BACKGROUND**: The Pioneer substation transformers listed on the attached surplus equipment description are considered surplus to Tacoma Power's needs due to their condition and are no longer required for providing continued public utility service.

ARE THE EXPENDITURES AND REVENUES PLANNED AND BUDGETED? Yes

IF THE EXPENSE IS NOT BUDGETED, PLEASE EXPLAIN HOW IT IS TO BE COVERED. N/A

IF THE ACTION REQUESTED IS APPROVAL OF A CONTRACT, INCLUDE LANGUAGE IN RESOLUTION AUTHORIZING \$200,000 INCREASE IN ADMINISTRATIVE AUTHORITY TO DIRECTOR? No

**ATTACHMENTS**: TPU Surplus Declaration Pioneer

Surplus Equipment Attachment Pioneer

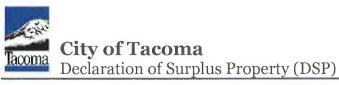
# CONTACT:

Primary Contact: Sean Veley - Power Field Operations Supervisor, Senior. 253-502-8713.

Supervisor's Name: Christine Lewis

Presenter (if different from primary contact):

Additional staff requiring a Zoom presentation link:



To: Purchasing Division Date:	<ul> <li>✓ Declaration of Surplus Personal Property</li> <li>✓ Declaration of Surplus Real Property</li> </ul>			
From: T&D, C&M Wire Shop  Contact Name: Sean Veley Phone: 502-				
<sup>1</sup> Items that are broken, unusable, have no commercial, salvage, or donation value, and have no special disposal requirements (e.g., hazardous metals), may be disposed by the owning department. Do not submit DSP Form to Purchasing for these items.				
Description of S	Surplus Property			
Describe Item or Attach List: (2) 56MVA Substation Transf				
Address/Location of Items: 605 E ALEXANDER AVE Estimated Commercial or Resale Value: \$60,000	Accounting (for costs/proceeds):  Cost Center: 561100			
Minimum Acceptable Bid: \$ N/A	General Ledger Acct: 6421400			
I hereby certify the accept(a) listed have no further public us	co or the cale thereof is in the heat interacts of the City			
I hereby certify the asset(s) listed have no further public us and declare these items as surplus according to sections				
Items may be sold, transferred, donated or otherwise dispersional				
policies and the Tacoma Municipal Code.				
John State of the	04/11/2024			
Department/Division Head Signature	Date			
Oit Manager Disperse of Hallain (if a comp \$200,000)	Data			
City Manager or Director of Utilities (if over \$200,000)	Date			
<u>DISPOSAL REQUEST</u> (to be completed by department)	<u>DISPOSAL ACTION</u> Internal Use Only – Purchasing Division			
Requested Disposal Method(s):	Formal Bid No			
☐ Intra City Transfer	Resolution/Ordinance No			
Name of Department	Informal Bid No.			
⊠ Bid Solicitation (Formal / Informal)	Online Auction Website Posting			
	Special Advertisement Supplemental Mailings			
Vehicle Auction (attach vehicle surplus form)				
Specify Contract	Contract Services Intra-City Transfer			
Online Auction Service	Salvage Services Donation			
(attach online auction surplus form)	Okay for Disposal 2-Good-2 Toss			
Special Advertisement (attach advertisement)	Date Advertised/Posted:			
Specify Newspaper	Sale Amount: \$			
Supplemental Mailing List (attach)	Sold To: Name			
Website Posting	Address			
Special Disposal Requirements (e.g., environmental,	Donated To: Name			
regulatory)	Address			
☐ Salvage Services	☐ Hold Harmless Release Received			
Specify Contract	Recipient is:  Public Agency  Non-Profit serving			
Donation	General Public Employee			
2-Good-2 Toss	Accounting, if different from above:			
Other:				
Okay for Disposal:				
APPROVED:				
Procurement and Payables Manager Date	and displayed the season of th			

# TACOMA POWER SUBSTATION SURPLUS EQUIPMENT Pioneer Substation Transformers

The transformers are available as is, where is. All equipment has been drained of insulating oil by Tacoma Power; however, residual oil will be present and should be anticipated by the bidder. The currently available equipment, all of which are located at Tacoma Power's Pioneer Substation, are summarized below.

Item 1: 1998 56 MVA, 115KV to 13.8KV step down Hyundai power transformer weighing approximately 103,000 LBS.

Item 2: 1998 56 MVA, 115KV to 13.8KV step down Hyundai power transformer weighing approximately 103,000 LBS.

All equipment may be examined prior to the bid deadline on a limited, escorted basis. Contact Sean Veley at (253) 502-8713 or Sean Forslund at (253) 502-8235 to arrange a visit or for any other questions regarding this offering.

On-site demolition will not be allowed, but it is anticipated that the equipment will need to be partially dismantled to allow for safe shipment, such as, but not limited to, the removal of High Voltage Bushings. Dismantling should only consist of that which is necessary to safely transport the equipment. Any further disassembly and demolition, such as for salvage/recycling separation, will take place off-site at bidder's location. Bidder is to assume responsibilities and costs for <u>ALL</u> dismantling, demolition and transportation requirements, such as, but not limited to: tools, equipment, supplies, vehicles, permits and/or fees.

All work must be completed within the allowed time frames. The bidder shall indicate in their bid, their intent and method of equipment dismantle. Bidder must clearly identify the type of work to be performed and include plans and safety measures to perform the work and prevent any loss of oil or other contaminants to the substation soils. Any failure to supply the requested information may result in bid disqualification.

The successful bidder shall abide by all local, state and federal laws and regulations pertaining to the use, transport, handling, reclamation, and disposal of hazardous or toxic substances.

The PCB content of all equipment is known to be less than or equal to one (1) part per million (ppm) and is listed with certifications in <u>Appendix A</u>. The bidder <u>must</u> indicate on their proposal whether the equipment will be scrapped or if it is intended for salvage.

The surplus equipment is located at the following location:

Pioneer Substation 605 E. Alexander Ave. Tacoma, WA 98421

Drawings showing the transformer dimensions and locations in the substation, and nameplate of the transformer are attached to this document. Please contact Sean Forslund at (253) 502-8235 or Sean Veley at (253) 502-8713 if any additional information is needed.

All equipment must be removed from the substation according to the schedule described below.

#### Schedule:

The contractor will be allowed no more than <u>5 working days</u> to remove all listed equipment from the substation. If the availability of the substation is delayed, 5 full days will still be available for removal. Ideally, this work is completed during normal business hours Monday – Friday.

The successful bidder must ensure they can complete the removal of both transformers by July 31st, 2024.

All work in the substations or on Tacoma Power property will be attended by a qualified Tacoma Power electrician as required by state electrical safety regulations. Tacoma Power will supply a qualified electrician between the hours of 7 am to 12 pm and 12:30 pm to 4:30 pm for the duration of the 5-day period, at no charge to the contractor. The contractor may arrange for additional hours at their own expense. The contractor must provide at least 24-hour's notice of any schedule extension beyond the times listed above.

If the contractor fails to complete equipment removal from the station by the end of the allowed time, they will not be allowed into the substation and all remaining electrical equipment will be forfeited in the interest of preparing the site for necessary construction. There will be no refunds for failure to meet this schedule.

#### Training:

Prior to entering the substations, all workers are required to receive mandatory substation safety training provided by Tacoma Power. This includes transient workers such as truck drivers. The training is provided at no cost during regular work hours and takes 1 hour.

# Oil Spill Prevention:

Washington state environmental regulations require the reporting and cleanup of all oil spills, even very small spills. The contractor will not be allowed to spill any oil during removal of the transformer. This includes oil from the transformer and equipment used during the removal process, including hydraulic systems. Oil contaminated materials will not be allowed to be placed on unprotected soils and the contractor must be prepared for all weather conditions. Work practices that are considered unsafe or

likely to result in oil contamination will be stopped by the Tacoma Power supervisor until deficiencies are corrected. No additional removal time will be allowed for work stopped due to improper practices. All oil spilled will be remediated to state and Tacoma Power standards at the contractor's cost.

# **Work Plan:**

The contractor must supply a brief work plan with their bid that includes general information about their process for removing the equipment including bushing removal/delivery to the transformer shop, general process for dismantling the equipment, expected schedule (including weekend and overtime work) for Tacoma Power planning needs, and the general process for preventing oil spills.

The bidder with the highest acceptable bid will be notified and must supply a detailed work plan within 10 days. The specific requirements for the work plan will be detailed by Tacoma Power when the notification is made. A detailed work plan may not be necessary depending on the plan submitted with the bid. Failure to supply an acceptable work plan within 10 days may be grounds to reject the bid.

# Safety:

The contractor must abide by all safety regulations while working on Tacoma Power property. Special attention includes, but is not limited to, fall protection, confined space entry, and lead exposure for work on the equipment. All high voltage power lines located near the equipment will be de-energized and there should be enough clearance to place a crane to lift the equipment for loading/size reduction purposes. The contractor must maintain proper clearance, as directed by the on-site safety watch, from all energized lines.

Every Tacoma Power employee is acutely aware of safe operating practices and is authorized to stop any work they consider to be unsafe. The contractor will abide by any direction to stop work for safety reasons upon notice by any Tacoma Power employee. The contractor will immediately correct any condition or practice determined to be unsafe. No time extension will be allowed for work stoppage due to unsafe work practices.



TRANSFORMER RCP-3676				
: 177	TL-0594	SERIAL NG.		
NUNTER Pr Fr./33	2	· STANDARD	ANSI 057.12.00	
RATED POWER	42/50 11	auter Frequency	91 Rz /	
TYPE OF COGLING	Ge / Fn	VSC10R 18667	Ct <sub>n</sub> 1	
BATED 1	115 KV	5.750 CURRENT	211/281 A	
VDLTAGE	13.6 K/	CURSETT	1757/ 343 A	
UMPEDALDE VOLTAGE AT RATED	VOLTAGE AND 426	NA BASE	%	
B. I. L (HV/LV)	450 / 10 KV	UNTAKKING WEIGHT	74,960 16	
TYPE OF INSULATING LIQUID	ASTM 03487	SOMETHE BUY THAT	42,990 10	
CONSUCTOR MATERIAL	COPPER	INSULATING LIQUID	39,860 1b	
SOUND LEVEL (DA/FA)	74 76 d8	TOTAL WEIGHT	157,830 16	
TEMP. RISE (WINDING/OIL)	55 / 65 °C	TRANSPORTATION WEIGHT	103,620 1b	
YEAR OF MANUFACTURE				
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CT10 C X12XS CT10 C X12XS C X1	CT11	\$\frac{\text{X22X}}{\text{X22X}}\\ \times \text{X22X}}\\ \times \text{X22X}}\\ \times \text{X22X}}\\ \times \text{X21X}}\\ \times \text{X3}}\\ \times \text{X3}	TRANSFORMER	
1 3-4 F 120750 V 7 5-5 F 177875 V 3 2-5 R 175046 V 5 16 E 109260 V MM: ACCORDING TO ANSI C57.13 "F1: ANS THA OII	201/268 A 206/274 A 211/281 A 211/281 A 216/288 A 272/29 A MULTI BATIO ORMER 1 PER PPM POLYCIA	1-3, 4-0 1-9, 1 1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-	200 C. (CG 200 G. (CG 200 G. (GG 20) G. (GG 20) G. (GG 200 G. (GG 20) G. (GG 20) G. (GG 200 G. (GG 20) G. (GG	
HYUNDAI HEAVY INDUSTRIES CO., LTD. ULSAN, KOREA				



