

**COUNCIL ACTION FORM**

**SUBJECT:**           **ACCEPTANCE OF COMPLETION FOR POWER PLANT UNIT 8  
AIR HEATER BASKET INSTALLATION**

**BACKGROUND**

On December 13, 2011, City Council approved preliminary plans and specifications for Power Plant Unit 8 Air Heater Baskets Installation. This project involves the purchase and installation of baskets and associated materials that need to be replaced in the regenerative air heaters.

On January 11, 2012, bids were received and staff determined that the low bid submitted by Plibrico Company, LLC was acceptable. The amount of the contract as awarded on January 24, 2012, was \$29,182.

The Engineer's estimate of the total installed cost of this project was \$165,000. The approved FY 2011/12 budget and Capital Improvements Plan contained \$150,000 for the Unit 8 Air Heater Basket Replacement project. This included \$100,000 for the materials and \$50,000 for the installation. **Council should note that the total cost of this project was \$145,144. This total is inclusive of \$29,182 for installation and \$115,962 for materials.**

All of the work included in the contract with Plibrico Company, LLC has now been completed, and the Power Plant Engineer has provided a certificate of completion.

**ALTERNATIVES:**

- 1) Accept completion of the contract for the Unit 8 Air Heater Baskets Installation with Plibrico Company, LLC at a total cost of \$29,182, and authorize final payment to the contractor.
- 2) Delay acceptance of this project.

**MANAGER'S RECOMMENDED ACTION:**

The contractor for the Unit 8 Air Heater Baskets Installation has completed the work under the contract. The Power Plant Engineer has issued a certificate of completion on the work, and the City is legally required to make final payment to the contractor. Therefore, it is the recommendation of the City Manager that the City Council adopt Alternative No. 1 as stated above.