

COUNCIL ACTION FORM

SUBJECT: POWER PLANT GEOTUBE FILTER BAG HAULING SERVICES

BACKGROUND:

In an effort comply with the EPA Coal Combustion Residue regulation, the Power Plant has inactivated its ash pond, which previously stored its boiler bottom ash. Electric Services has discontinued sending bottom ash to the ash pond to meet the EPA standard and, as an alternative, collects it in geotube filter bags for disposal at the Boone County landfill.

A purchase order for a not-to-exceed amount of \$40,000 was issued to Chitty Garbage Service Inc., of Nevada, Iowa, to haul the geotube filter bags to Boone County Landfill for disposal as needed. One change order for \$8,000 was issued previously for the continuation of these hauling services.

A second change order in the not-to-exceed amount of \$24,000 is now needed in order to continue these hauling services. With this second change order the total contract amount will be brought to \$72,000. Based on the current rate of hauling, this will provide over four months of hauling service.

Funding is available from the approved FY2016/17 Electric Production operating budget from the Bottom Ash Hauling account which currently contains \$150,000.

ALTERNATIVES:

1. Approve Change Order #2 to Chitty Garbage Service, Inc., Nevada, Iowa, in the not-to-exceed amount of \$24,000 for geotube filter bag hauling to Boone County Landfill as needed.
2. Reject the change order.

MANAGER'S RECOMMENDED ACTION:

These hauling services are critical to properly dispose of ash created from the burning of Refuse-Derived-Fuel in the Power Plant.

Therefore, it is the recommendation of the City Manager that the City Council adopt Alternative No. 1 as stated above.