

COUNCIL ACTION FORM

SUBJECT: ACCEPT COMPLETION OF ASBESTOS MAINTENANCE FOR POWER PLANT CONTRACT FY 2014/15 THROUGH FY 2018/19

BACKGROUND:

On May 13, 2014, City Council awarded a contract to ESA, Inc., North Sioux City, SD, for Asbestos Maintenance for Power Plant for FY 2014/15. This contract involves the removal and proper disposal of asbestos insulation at the City's Power Plant, including Units 5 and 6 (both retired) and operating units 7 and 8. In addition, there is other equipment and piping located in the Power plant that has been insulated with asbestos-type insulation.

This contract had the option for the City to renew in one-year increments for up to four additional years. City Council approved each of those renewals. The final renewal period for this contract ended on June 30, 2019. All of the requirements of the contract have been met by ESA, Inc., and the Director of Electric Services has provided a certificate of completion.

Total award amounts, change orders, and the total spent each fiscal year under this contract are as follows:

Fiscal Year	Award Amount	Change Orders	Total Authorized Amount	Total Amount Spent	Unused Amount
2014/15	\$ 75,000.00	\$ 60,500.00	\$135,500.00	\$123,368.35	\$ 12,131.65
2015/16	150,000.00	-0-	150,000.00	37,693.95	112,306.05
2016/17	100,000.00	-0-	100,000.00	75,147.28	24,852.72
2017/18	80,000.00	15,000.00	95,000.00	88,882.88	6,117.12
2018/19	80,000.00	175,000.00	255,000.00	237,036.45	17,963.55
Total	\$485,000.00	\$250,500.00	\$735,500.00	\$562,128.91	\$173,371.09

ESA, Inc. has completed work under this contract and the Director of Electric Services has provided a certificate of completion.

ALTERNATIVES:

1. Accept completion of the contract under Invitation to Bid No. 2014-157 for Asbestos Maintenance Services for Power Plant FY2014/15 through FY 2018/19 with ESA, Inc., North Sioux City, SD, in the total amount of \$562,128.91.
2. Delay acceptance of this contract.

MANAGER'S RECOMMENDED ACTION:

ESA, Inc., the contractor for the Asbestos Maintenance Services for Power Plant for FY 2014/15 through FY 2018/19, has completed all work required under the contract. The Director of Electric Services has issued a certificate of completion for the work.

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