ITEM # ___<u>13</u>__ DATE: 10-22-19

COUNCIL ACTION FORM

SUBJECT: NOTICE TO BIDDERS - MAINTENANCE AND STORAGE BUILDING AT WATER TREATMENT PLANT

BACKGROUND:

During a past insurance inspection of the Water Treatment Plant, it was recommended to add a low-cost building to place all lubricating grease and oils. A structure separated from the main facility would reduce the potential for a large dollar loss due to fire. To address this concern, a steel frame metal building is to be added at the plant site. This building will be 50 feet by 30 feet and include a heated storage bay to house all lubricating grease, oil, and other flammable products. Additionally, this building will house the facility's tractor, mowers, and other maintenance equipment in a cold storage bay.

Storing these valuable items inside will help to prolong the life of the equipment. This freestanding building was part of the original design for the new Water Plant, but was ultimately removed from the scope of the project because staff felt it could be done at a lower cost as a stand-alone project.

Staff has prepared plans and specifications for this project. The Adjusted FY 2019/20 CIP includes \$141,000 to add a new maintenance building as a part of the Water Plant Facility Improvements Project. The Engineer's Estimate for this project is \$115,000.

ALTERNATIVES:

- 1. Issue preliminary approval of plans and specifications for the Water Plant Maintenance and Storage Building Project at the Water Treatment Plant, and issue a notice to bidders setting November 27, 2019, as the bid due date and December 10, 2019, as the date of public hearing.
- 2. Do not issue preliminary approval of plans and specifications and a notice to bidders at this time.

CITY MANAGER'S RECOMMENDED ACTION:

The addition of a maintenance building at the plant site will provide sufficient storage for all grease and oil products as recommended by the insurance provider. This structure will reduce the potential for a large dollar loss due to fire. In addition to flammable storage, this building will be used to store valuable maintenance equipment. Storing this equipment inside will help to reduce wear and prolong the life of the equipment.

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