ITEM # <u>14</u> DATE: 08-24-10

COUNCIL ACTION FORM

SUBJECT: COMPLETION OF 2009/10 VALVE MAINTENANCE SERVICE CONTRACT FOR POWER PLANT BOILERS

BACKGROUND

On June 23, 2009, City Council awarded a contract to Ferguson Process Services to provide valve maintenance for the Power Plant boilers for 2009/10. The amount budgeted for this contract was \$115,000. It should be noted that during the 2009/10 contract period, Ferguson Process Services was acquired by Allied Valve, Inc. City Council may recall that this contract was renewed April 27, 2010, for the 2010/11 period in the amount of \$115,000.

All of the work included in the 2009/10 contract with Allied Valve, Inc has been completed. The total contract amount for work performed during that period was \$12,971.02. The reason that this final amount is so low is that major maintenance projects planned for the 2009/10 fiscal year were not completed due to delays in getting necessary regulatory approvals to move forward with them. These projects are planned to be undertaken at the same time that the waterwall work is done, when a major outage is underway.

ALTERNATIVES:

- 1) Accept completion of the contract for the 2009/10 Valve Maintenance, Testing, Repair, Replacement, and Related Services & Supplies, with Allied Valve, Inc, at a total cost of \$12,971.02, and authorize make final payment to the contractor.
- 2) Delay acceptance of this contract.

MANAGER'S RECOMMENDED ACTION:

The contractor for the Valve Maintenance, Testing, Repair, Replacement, and Related Services & Supplies Contract has completed all of the work for the 2009/10 period. The Power Plant Manager 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, thereby approving the acceptance of completion for the FY2009/2010 valve maintenance, testing, repair, replacement, and related services & supplies, with Allied Valve, Inc, at a total cost of \$12,971.02, and authorizing final payment to the contractor.



Electric Administration Division 502 Carroll Ave., P. O. Box 811 Ames, Iowa 50010-0811

Phone: 515-239-5173 Fax: 515-239-5308

August 10, 2010

The Honorable Ann H. Campbell and Members of the Ames City 515 Clark Avenue Ames, Iowa 50010

In Re: City of Ames Contract No. 2009-167 for FY2009/2010

Honorable Mayor Campbell and City Council Members:

Allied Valve, Inc. of Bettendorf, Iowa has completed the work on the above contract for the FY2009/2010 period. This is to certify that I have inspected the work and determined that it has been completed in accordance with the specifications.

I recommend acceptance of completion of the work for the FY2009/2010 period in the total amount of \$12,971.02.

Respectfully submitted,

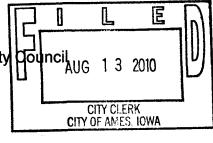
Dell'Brown

Power Plant Manager

Date

Don Kom, Director

Electric Services Department



Date Date