

COUNCIL ACTION FORM

**SUBJECT: 2013/14 RESOURCE RECOVERY PRIMARY SHREDDER
REPLACEMENT (PHASE II)**

BACKGROUND:

On March 26, 2013, City Council approved plans and specifications for the replacement of the existing primary shredder and discharge conveyor, along with associated electrical and chute work. Renewable Resource Consultants (RRC) of Maple Grove, Minnesota, completed the plans and specifications with a cost estimate for the project of \$1,154,700. This project was planned to be completed in 14 days and to coincide with the Power Plant fall maintenance outage in October / November 2013.

On April 18, 2013, one bid was received for the project. However, this bid was deemed non-responsive because a bid bond was not submitted with the proposal form, as required.

Installation is programmed in the 2013/14 Capital Improvements Plan (CIP) with funding in the amount of \$1,000,000 from Resource Recovery revenue abated General Obligation Bonds. On January 8, 2013, Council also approved funding of \$130,000 from the Resource Recovery Fund for qualified engineering design services, bringing total available funding to \$1,130,000.

Staff will contact the one bidder and the other plan holders to find out what concerns there may have been with the project. Consultation will also be made with Power Plant staff to investigate possible coordination with their maintenance activities. Any appropriate modifications will be made to the plans and/or the construction schedule. Revised plans will then be presented for City Council consideration at a later date.

ALTERNATIVES:

1. Accept the report of bids for the 2013/14 Resource Recovery Primary Shredder Replacement project (Phase II) and direct staff to rebid the project.
2. Accept the report of bids for the 2013/14 Resource Recovery Primary Shredder Replacement project (Phase II) and direct staff **not** to rebid the project.

MANAGER'S RECOMMENDED ACTION:

Only one bid was received for the project, and it was non-responsive due to lack of an accompanying bid bond. However, this is still a very important project for the long-term success of the Resource Recovery System. Staff will contact the plan holders for input on possible plan and schedule modifications and will bring revised plans back to Council at a later date.

Therefore, it is the recommendation of the City Manager that the City Council adopt Alternative No. 1, thereby accepting the report of bids for the 2013/14 Resource Recovery Primary Shredder Replacement project (Phase II) and directing staff to rebid the project.