ITEM # ___<u>13</u>__ DATE: 02-25-14

COUNCIL ACTION FORM

SUBJECT: ACCEPTANCE OF CONTRACT FOR CIRCUIT BREAKERS

BACKGROUND

On June 11, 2013, City Council approved preliminary plans and specifications for the replacement of circuit breakers at the Power Plant. The total project is for the replacement of 69kV switchyard relay and controls at the Ames Plant substation. A budget of \$1,700,000 is included in the 2013/14 CIP for the entire project. This portion of the project was for the purchase of three circuit breakers. The Engineer's estimated cost for this material was \$160,000.

On June 26, 2013, a single bid was received and evaluated by Electric Services staff and an engineer from Dewild Grant Reckert & Associates (DGR). Council subsequently awarded the bid in the amount of \$169,131.75 to Mitsubishi Electric Power Products, Inc., Warrendale, PA.

All three of the circuit breakers in the contract have now been delivered, and the project engineer has provided a certificate of completion. The total contract amount is \$169,131.75.

ALTERNATIVES:

- 1) Accept completion of the contract for the SF6 Circuit Breakers with Mitsubishi Electric Power Products, Inc., at a total cost of \$169,131.75, and authorize final payment to the contractor.
- 2) Delay acceptance of this project.

MANAGER'S RECOMMENDED ACTION:

The contractor for furnishing these circuit breakers has delivered all of the material specified under the contract. The project engineer has issued a certificate of completion on the work, and the City is legally required to make final payment.

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