ITEM # <u>28</u> DATE: 08-13-19

## **COUNCIL ACTION FORM**

SUBJECT: ASH GRATE PARTS FOR UNIT 7 BOILER REPAIR PROJECT-CHANGE ORDER NO. 1

## **BACKGROUND:**

This purchase to replace a number of replacement bottom ash grate parts for Unit 7 Boiler project. After dissembling the boiler during the current tube replacement project, it became apparent that the current grate parts were badly in need of replacement. These parts must come from original equipment manufacturer (OEM) which is GE Steam Power, Windsor, CT to assure we receive the parts that fit and the current tube replacement projects continues forward so not to cause significant delay.

On June 21, 2019, City Manager's Office approved waiving the Purchasing competitive bidding policy and awarding a sole source purchase order to GE Steam Power, Inc., Windsor, CT, in the amount of \$45,191.12 (inclusive of sales tax).

Sometime after the order was placed, City staff determined additional support brackets and retainers were needed to complete the replacement of the bottom ash grates. The cost of the parts is \$5,011.02 (inclusive of sales tax), bringing to the total to \$50,202.14. This change order will be funded from the Unit 7 Boiler Repair project.

## **ALTERNATIVES:**

- Approve contract Change Order No. 1 with GE Steam Power, Inc., Windsor, CT for ash grate parts needed for the Unit 7 Boiler Repair project in the amount of \$5,011.02, inclusive of sales tax. This will bring the total value of the purchase order to \$50,202.14.
- 2. Do not approve the change order which will result in future outages as this equipment fails.

## <u>CITY MANAGER'S RECOMMENDED ACTION:</u>

This change order is necessary to complete needed repairs to Unit #7 to keep the boiler more reliable.

Therefore, it is the recommendation of the City Manager that the City Council adopt Alternative #1 as stated above.