

REQUEST FOR CITY COUNCIL CONSIDERATION

Meeting Date: February 19, 2008

Agenda Item: 6 (A)	Prepared By: Rony Joel Date: February 6, 2008
Agenda Section: Resolution	
Subject: Award of Contract - Water Storage and MLE Tanks	Department: Utilities

BACKGROUND:

City Council is asked to consider a resolution tentatively awarding a contract for the construction of a 4 million gallon finished water storage tank and a Modified Ludzack Ettinger (MLE) process reuse tank to be located at the North Plant.

The work consists of the on site fabrication of two pre -stressed concrete tanks and ancillary components. The finished water storage tank will store treated water from the North water plant prior to distribution. The MLE tank will be used at the North wastewater plant to convert wastewater to reuse water.

This project (RFB No 07-054) was advertised on December 19, 2007 and bids were opened February 5, 2008. The City received 2 bids listed as follows:

Contractor	Bid Price
The Crom Corporation	\$2,124,000
Precon Corporation	\$3,094,540

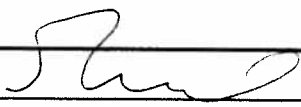
Based on review of the proposals, Staff recommends that a contract award be awarded to The Crom Corporation who is the most responsive and lowest bidder. The Crom Corporation constructed the other tanks at our facilities. All construction activities will occur at the North Plant Site.

The engineer's opinion of cost for this project is \$2,500,000. Funding for this project is in the current Utility FY08 CIP budget. The City has successfully applied for State Revolving Loan Funding (SRF) for this project with an annual interest rate of approximately 3%.

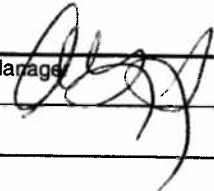
RECOMMENDED ACTION:

Approval of a resolution tentatively awarding a contract with The Crom Corporation to construct the 4 million gallon finished water storage tank and MLE process water tank at a cost of \$2,124,000 and authorizing the City Manager to execute contract documents.

Reviewed by Department Director



Reviewed by City Manager



Council Action: Motion by:

Second by: