

MEMORANDUM

TO: Gregg Mandsager, City Administrator

FROM: Richard Yerington, Housing Administrator

DATE: September 12, 2012

RE: Boiler Replacement- Clark House

INTRODUCTION: Clark House is a 100-unit, near-elderly public housing facility owned and operated by the City of Muscatine.

BACKGROUND: In budget preparations in the spring of 2011 a total of \$98,000 was budgeted over a four-year period to replace the heating plant, which is comprised of ten modular boilers, at Clark House.

In the fall of 2011 we were informed by HUD that we would not receive an operating subsidy for calendar year 2012.

As a result of HUD's action the balance of the boiler replacement project was removed from the FY 2013 budget and placed in FY 2014 and 2015. The total budgeted amounts are \$37,000 in FY 2014 and \$37,000 in FY 2015 for a total of \$74,000.

In the fall of 2011 four of the ten boilers were replaced at the Clark House with six modular boilers remaining.

The housing authority now has the resources in the HUD Capital Improvement Program to move the balance of the boiler project to the current fiscal year.

Bids were solicited to replace the remaining six boilers with three boilers.

The bids were:

Boche Plumbing: Muscatine IA.	\$49,900.00
Brockway Mechanical: Burlington IA.	\$56,000.00
Hometown Plumbing: Davenport IA.	\$56,835.00
JL Brady Company: Moline IL.	\$62,981.00

Vic Amoroso of A&J Associates has reviewed all bids and has determined Boche Plumbing of Muscatine presented the lowest responsible bid of \$49,900.00.

The next step in the process is to accept the bid and approve entering into a contract with Boche Plumbing of Muscatine.

RECOMMENDATION/RATIONALE: It is recommended the city council approve the attached resolution accepting the low bid of \$49,900.00; approve and award the contract to Boche Plumbing & Heating and direct the housing administrator to execute the contract upon receipt of the performance bond and other such documentation as required by federal regulation.

RESOLUTION NO. _____

**A RESOLUTION ACCEPTING THE LOW BID AND AWARDING AND APPROVING
THE CONTRACT AND BOND FOR THE REPLACEMENT OF SIX BOILERS AT CLARK HOUSE AS
DESIGNED**

WHEREAS, the City Council of Muscatine wishes to complete the boiler replacement project at the Clark House before the start of the 2012 heating season ; and

WHEREAS, the city opened boiler replacement bids on September 12, 2012 ; and

WHEREAS, it has been determined the following bid is the lowest responsible bid:

<u>CONTRACTOR NAME & ADDRESS</u>	<u>AMOUNT OF BID</u>
Boche Plumbing & Heating 1010 East 9 th Street Muscatine, Iowa 52761;	\$49,900.00

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Muscatine, Iowa, the bid presented herein for this project is accepted; and a contract awarded to Boche Plumbing & Heating Company, with the contract to be executed upon receipt of the contractor's performance bond for the project.

PASSED, APPROVED AND ADOPTED by the City Council of the City of Muscatine, Iowa, on September 20, 2012.

DEWAYNE HOPKINS, MAYOR
MUSCATINE, IOWA

ATTEST:

GREGG MANDSAGER, CITY CLERK
MUSCATINE, IOWA