



Request for Council Action

TO: Mayor and City Council
THROUGH: Tim Murray, City Administrator
FROM: Paul J. Peanasky, Parks & Recreation Director
MEETING DATE: April 13, 2021
SUBJECT: Resolution 2021-077 Accept Bid for HVAC Replacement at Community Center and Approve Budget Revision

Background:

On Wednesday, April 7, 2021, bids were received for the replacement of three HVAC units on the Community Center roof. The units will replace the swimming pool unit, the locker rooms and the corridor and family changing rooms. The current units were installed in 1999 and have required numerous mechanical repairs. The 2021 CIP and Budget included \$275,000 for the HVAC unit replacements and for some additional roof repairs. Only two bids were received and are tabulated as follows:

Owatonna Heating and Cooling, Inc.	\$344,800
Bauernfeind & Goedtel	\$371,340

The alternate was to have the locker room and corridor units to be Daiken units. The units will not be a good fit for these types of rooms since a specialty unit is required that reheats and cools all outside air that enters the facility. Therefore, we are not accepting the units and will go with the base bid. We also have a cost of \$8,060 that was to hire the engineers for the project. Total cost will be \$352,860.

With the higher cost than anticipated on this project, we are also requesting a budget adjustment to cover the difference. With the funds required for the roof repairs, \$100,000 will be needed in the budget adjustment.

Recommendation:

Approve Resolution 2021-077 accepting the bid for the HVAC unit replacement at Community Center and adjusting the budget.

Attachments:

- Resolution 2021-077
- Bid Tabulation Form
- Exhibit A - Budget Adjustment Form

CITY OF FARIBAULT

RESOLUTION #2021-077

ACCEPT BID FOR HVAC REPLACEMENT AT COMMUNITY CENTER AND APPROVE BUDGET REVISION

WHEREAS, pursuant to the advertisement for bids for the replacement of three HVAC units on the Community Center, bids were received, opened and tabulated according to law and the following bids were received complying with the advertisement for bids:

Owatonna Heating and Cooling, Inc.	\$344,800
Bauernfeind & Goedtel	\$371,340

; and

WHEREAS, it appears Owatonna Heating and Cooling, Inc. is the lowest responsible bidder; and

WHEREAS, the annual budget may be amended by the City Council due to omissions, corrections, or unanticipated expenditures and revenues; and

WHEREAS, the amendment is needed as the cost of the HVAC units were higher than anticipated, due in part to the specialized equipment and increase in construction materials.

NOW, THEREFORE BE IT RESOLVED, that the City Council authorizes the Finance Director to amend the accounts in the 2021 budget as identified in the attached list included with this resolution as Exhibit A; and

ALSO, BE IT RESOLVED, that the Mayor and City Administrator are hereby authorized and directed to enter into a contract with Owatonna Heating and Cooling, Inc. in the name of the City of Faribault for the HVAC replacement at the Community Center in the amount of \$344,800 according to the plans and specifications on file in the office of the Parks and Recreation Director; and

ALSO, BE IT RESOLVED, that the City Administrator is hereby authorized and directed to return forthwith to all bidders the deposits made with their lowest bids, except that the deposit of the successful bidder shall be retained until a contract has been signed.

Date Adopted: April 13, 2021

Faribault City Council

Kevin F. Voracek, Mayor

ATTEST:

Timothy C. Murray, City Administrator

CITY OF FARIBAULT
 FUND TITLE:
 FUND NUMBER:

EXHIBIT A

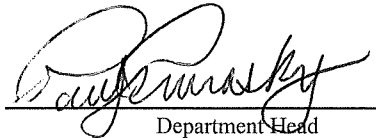
REVISED BUDGET
 DEPARTMENT: Parksw and Recreation
 YEAR: 2021

Fund	Department	Function	Object	Adopted Budget	Increase/ (Decrease)	Revised Budget	Reason for Change
437	45122	450	45200	\$ 275,000.00	\$ 100,000.00	\$ 375,000.00	HVAC replacement at Community Center
437					\$ (100,000.00)		decrease fund balance of account 437

Additional Remarks:

Note: This form MUST BALANCE.

An increase in expenditures in any line item(s) must be offset by either a corresponding decrease in expenditures in another line item(s) or an increase in revenue.

Change Requested By: 
 Department Head

Change Approved By: _____
 City Administrator

Date Approved: _____