



MEETING OF JANUARY 31, 2023

TO: Mayor Jordan and City Council
THRU: Susan Norton, Chief of Staff
FROM: Timothy Nyander, Utilities Director
DATE: January 17, 2023
SUBJECT: **Rental Extension for a 2,000 kilowatt Generator for Noland WRRF**

RECOMMENDATION:

Staff recommends approval of the extension of a 2,000-kilowatt generator rental from J.A. Riggs Tractor Company d/b/a Riggs Rental Services in the amount of \$147,472.12 for the Noland Water Resource Recovery Facility, and approval of a project contingency in the amount of \$40,000.00.

BACKGROUND:

On July 8, 2022, the 2,000kw generator at the Noland Water Resource Recovery Facility failed. The facility cannot operate without a generator due to load shedding requirements and a rental generator was procured on July 9, 2022 from J.A. Riggs Tractor Company d/b/a Riggs Rental Services to temporarily replace the failed generator.

Riggs Rental Services, which is the region's sole certified Caterpillar distributor and maintenance provider for our area, provided a quote in the amount of \$150,671.03 which secured the rental generator for up to four months while the failed generator is rebuilt. Ordinance 6591 waived competitive bidding and approved the generator rental, and included a contingency in the amount of \$30,134.21. The failed generator is currently being rebuilt by Riggs, and the rental generator is still in operation.

DISCUSSION:

The contingency approved by Ordinance 6591 covered the 5th month of the generator rental, but it is estimated that the City will need to rent the generator through the end of February while the main generator is being rebuilt by Riggs. The delay in the rebuild was caused by supply chain issues with Riggs having difficulty getting all of the Caterpillar-brand parts in stock. All of the parts are at the Riggs facility now, and the rebuild is currently in process.

The attached quote in the amount of \$147,472.12 from Riggs Rental Services would extend the generator rental through the end of February. Staff also requests a project contingency in the amount of \$40,000.00 to cover one extra month of rental if conditions arise and the generator is needed through the end of March.

BUDGET/STAFF IMPACT:

Funds are available in the WWTP Building Improvements account.

Mailing address:

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ATTACHMENTS: SRF Riggs Rental Services - Noland Generator Rental Extension, Riggs Rental Quote 1_10_23, Ordinance 6591