

3/6/74

BOROUGH OF NORTHUMBERLAND

RESOLUTION TAKING ACTION ON CERTAIN
ALTERNATE CONSTRUCTION BIDS

277-C

WHEREAS, the Borough Council of the Borough of Northumberland (the "Council") received bids on February 19, 1974 for the construction and equipping of expanded sewage treatment facilities (the "Project") serving the Borough of Northumberland (the "Borough"), all in accordance with the plans and specifications prepared by Buchart-Horn, Incorporated, Consulting Engineers and Planners (the "Consulting Engineer") and has determined to take action on certain options under the construction bids, solely for the purpose of fixing the amount of the bond issue to finance the Project, based upon the recommendations of the Consulting Engineer.

NOW, THEREFORE, BE IT RESOLVED, that, for the purpose only of fixing the amount of the abovementioned bond issue, the Council approves substitution of the following materials specified in the bid of Garden Spot Construction, Inc. for the General Construction Contract and in the bid of Edwin L. Heim Company for the Electrical Contract:

General Construction

<u>Item</u>	<u>Manufacturer Specified</u>	<u>Manufacturer Substituted</u>	<u>Effect on Contract Price</u>
Communitor	Chicago Pump (\$5,363)	Keen Corp. (\$4,800)	(\$ 563)
Clarifiers	Dorr-Oliver (\$37,790)	Keen Corp. (\$20,190)	(17,600)
Air Difusers, etc.	Chicago Pump (\$10,884)	Keen Corp. (\$10,900)	16
Digester Blowers and Main Blowers	Sutorbilt (\$11,480)	Roots (\$10,950)	(530)

BOND PROCEEDS

Construction Contracts:

Contract #1	\$571,798
Contract #2	6,400
Contract #3	98,300
Technical Services	
Contingency	
	<u>\$676,498</u>
	103,872
	<u>31,021</u>
	<u>\$811,391</u>

Capitalized Interest $5\frac{1}{4}\%$ Capitalized Debt Service Reserve Fund $1\frac{1}{2}\%$ ~~debt service~~ $5\frac{1}{4}\%$ Interest on Intermin Financing $7\frac{1}{2}\%$

Legal Fees:

Bond Counsel	\$ 7,000
Local Counsel	<u>2,000</u>

Printing

Rating

Initial Fiscal Agent Fee

Bond Discount $4\frac{1}{2}\%$

TOTAL PROJECT COSTS

Less: Federal Grant

	3,000
	700
	500
	<u>8,550</u>
	\$891,141
	<u>606,141</u>

BOND ISSUE

\$285,000ANNUAL REQUIREMENTS

Debt Service	\$ 37,500
Coverage 10%	3,750
Operating Expense	<u>59,000</u>

TOTAL ANNUAL REQUIREMENT \$100,250

Less:

State Aid 1% of capital ~~improvements~~ $6,000$ Interest on D.S.R.F. $2,000$

NET ANNUAL REQUIREMENT

8,000\$ 92,250ANNUAL SEWER RENTAL

Number of Users	1,521
Annual Charge	64
Total Annual Billing	\$ 97,344
Less:	
3% Collection Contingency	<u>2,920</u>