

**Valdosta City Council**

216 East Central Ave
Valdosta, GA 31601

SCHEDULED

Meeting: 04/10/25 05:30 PM

Department: Finance

Category: Resignation

Prepared By: Chuck Dinkins

Initiator: Chuck Dinkins

AGENDA ITEM NO. (ID # 3932)

DOC ID: 3932

Consideration of a request to approve the acquisition of a Payment and Performance Bond for the AMI Contract.

HISTORY: The City awarded Delta Municipal Supply the Contract to supply and install new endpoints for its existing AMI system. The Project will replace approximately 70% of the existing endpoints. Because of the size of the Project, a Payment and Performance (P&P) Bond under Georgia law will be necessary.

FACTS & ISSUES: The City needs to insure the AMI Endpoint Installation Project. Due to the nature of the Project, Delta Municipal Supply was able to obtain pricing on a Payment and Performance (P&P) Bond of 1.5% as opposed to the typical 3%. This will result in a cost of \$67,436. Delta would obtain the Bond, and the cost would be rolled into the existing Project. The Bond would provide the City protection for both the performance and the contractor's (Delta) payment to their supplier (Neptune).

OPTIONS: (1) Approve the acquisition of the Payment and Performance (P&P) Bond, (2) Do not approve the acquisition of the Payment and Performance (P&P) Bond.

RECOMMENDATION: Option (1) Approve the acquisition of the Payment and Performance (P&P) Bond.

ADMINISTRATIVE COMMENTS: The Bond in question is necessary both to protect the Project and to comply with Georgia law.