Agenda Memo



Crest Hill, IL

Meeting Date: February 21, 2023

Submitter: Jim Marino, City Administrator

Department: Administration

Agenda Item: Approve a Resolution Terminating the City's Contract with Mechanical

Concepts

Summary: The company that installed the air conditioning and heating (HVAC) system, Mechanical Concepts, has not responded to calls to complete their work at the city center building. In addition, their subcontractors are contacting us because they have not been paid by Mechanical Concepts. We believe the company has gone out of business.

City Attorney Mike Stiff reviewed our contract with Mechanical Concepts and their performance bond. Pursuant to the terms of the performance bond, we need to declare a default and terminate the contract. By terminating the contract, we can file a claim with the insurance company to have the remaining work completed by another contractor.

Recommended Council Action: Approve a resolution terminating the city's contract with Mechanical Concepts.

Financial Impact: N/A

Funding Source:

Budgeted Amount:

Cost:

Attachments: Resolution