Monsanto

FROM (NAME & LOCATION) R. W. Peterson - General Offices

September 13, 1968

SUBJECT CEA 1430 - Expand Aroclors - Anniston
Results 70% Cost Estimate

REFERENCE

TO R. M. Kountz

CC O. F. Bremer
L. R. Burchfield
D. L. Faulkner
R. C. Herman
R. E. Howard
W. A. Kuhn
H. E. Waldrep

On September 11, 1968 an extensive review of project 1430 was made. Mr. Waldrep presented estimates of field labor and materials to complete the work. The effect to recent variances was presented to modify these figures where warranted.

Orville Bremer has developed the following expected "70% estimate" costs:

Capital $1,335,000 (incl. $28,000 contingencies)

Expense $ 150,000

(Appropriation Adjusted for Transfer of
$93,000 to CEA 1452:
$1,307,000 Capital
150,000 Expense)

To date, we have absorbed some $70,000 of approved variances. Any further variances will exceed the appropriation.

Concerning schedule, Mr. Waldrep advises us that the tank farm will be done 9/13 except for insulation, which will run into October. The two flakers and auxiliaries can be completed in October. Most items can be complete in mid-October, except for insulation running to the end of the month. The Dean plate coils shipping date has been moved from 10/18 to 10/11 by expediting except for one piece on tank 810 (still 10/18).

Due to delays from the Toledo Scale strike, completion of the drumming facilities will be January, 1969. I have recommended moving existing facilities to that site when insulation permits.

The 70% estimate includes money for the tank farm oven, and Aroclor 1268 mill. Neither has been ordered since we are resolving technical aspects.

Now that the 70% estimate is finished, R. C. Herman will be the project manager. I will assist him in some design work for the mill and porocell column variance.

R. W. Peterson

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