

COUNCIL ACTION FORM

SUBJECT: WATER TREATMENT PLANT WELL REHABILITATION

BACKGROUND:

On July 24, 2008, City Council awarded a contract to Northway Well and Pump Company of Marion, Iowa in the amount of \$66,130 to complete the second year of a five-year renewable contract for the rehabilitation of five drinking water wells prior to June 30, 2009. As in previous years, staff indicated that additional well repair work may be required in conjunction with the rehabilitation work. It was also noted that the extent of the repair work would not be known until each well was taken out of service for rehabilitation. It was anticipated that change orders would be necessary to pay for additional repair work as the need became known. Change Order Nos. 1 and 2 were for the 2007/08 contract.

- On June 24, 2008, Council approved Change Order No. 3 to reimburse Northway Well and Pump Company for the actual cost of steel replacement materials in connection with the rehabilitation of five wells in FY 2008/09.
- On February 27, 2009, Change Order No. 4 was administratively approved in the amount of \$12,004.50 for pipe and pump repairs made to Well No. 20.
- On April 28, 2009, Change Order No. 5 was needed for repairs to Well No. 18 in the amount of \$4,455.75. This amount, in addition to the previous change order, exceeded 20 percent of the original contract, requiring approval by Council.
- On May 13, 2009, Change Order No. 6 was administratively approved in the amount of \$10,485.45 for pump, piping, and motor repairs made to Well No. 13.
- On July 30, 2009 Change Order No. 7 (amended) was administratively approved in the amount of \$6,141.00 to replace and epoxy coat the piping and service the electric motor and discharge head.

The FY 2008/09 Water Plant operating budget allocated \$65,750 for well cleaning with an additional \$70,000 available for repair work, as needed, during the well rehabilitation. All work for this contract has been completed as of June 30, 2009.

ALTERNATIVES:

1. Accept final completion of year two of the Water Plant Well Rehabilitation five-year contract in the final amount of \$99,216.70.

2. Do not accept completion of year two of the Water Plant Well Rehabilitation five-year contract at this time.

MANAGER'S RECOMMENDED ACTION:

Year two of the Water Plant Well Rehabilitation contract has been completed in accordance with the City's plans and specifications.

Therefore, it is the recommendation of the City Manager that the City Council adopt Alternative No. 1, thereby accepting completion of year two of this five-year contract with Northway Well and Pump Company of Marion, Iowa.