# **COUNCIL ACTION FORM**

<u>SUBJECT</u>: ACCEPT COMPLETION OF YEAR THREE AND AWARD OF YEAR FOUR OF THE WATER PLANT WELL REHABILITATION CONTRACT

### **BACKGROUND:**

On July 8, 2014, City Council renewed a contract with Northway Well and Pump Company of Waukee, Iowa in the amount of \$74,655 to rehabilitate five of the City's 22 drinking water wells. This was the third year of a contract that was originally awarded in 2012, with a possibility of two more one-year renewal options still remaining.

The Water Treatment Plant operating budget (FY 2014/15) allocated \$74,655 for the rehabilitation of five wells and an additional \$25,000 for any needed repairs. Rehabilitation of Well No.12 was deleted from the contract and will be performed at a later date. Additional repairs were needed in this year's contract resulting in an adjusted total contract price of \$79,920.20.

All work for this year's contract has been successfully completed as of June 24, 2015. An engineer's statement of completion has been filed with the City Clerk.

The remaining term of the contract offers optional annual renewals to complete the well rehabilitations over the next two years. In addition to accepting completion of year three, staff is requesting that Council award a renewal for year four of the contract with Northway Well and Pump Company in an amount of \$59,212. This will provide rehabilitation of four wells in FY 2015/16.

The Water Plant operating budget (FY 2015/16) allocated \$80,800 for the rehabilitation of City Well Nos. 15, 17, 18, and 25, including funds for additional repairs as needed.

### **ALTERNATIVES:**

- Accept final completion of year three of the five-year Water Plant well rehabilitation contract in the amount of \$79,920.20 and award year four of the contract to Northway Well and Pump Company in the amount of \$59,212 for rehabilitation of four wells in FY 2015/16.
- Accept final completion of year three of the five-year Water Plant well rehabilitation contract in the final amount of \$79,920.20 and do not award year four of the contract. Direct staff to solicit new proposals for the FY 15/16 well rehabilitation project.

3. Take no action on the Water Plant well rehabilitation contract at this time.

## **MANAGER'S RECOMMENDED ACTION:**

Staff has determined rehabilitation of wells on a five-year cycle to be an effective means of maintaining well production to meet demands. Year three of the Water Plant well rehabilitation contract has been successfully completed in accordance with the City's plans and specifications. The original one-year contract awarded to Northway Well and Pump Company included additional renewal options at the City's discretion up to a maximum of five years. Staff is comfortable with the quality of work performed by Northway, and is supportive of granting another one year renewal to their agreement.

Therefore, it is the recommendation of the City Manager that the City Council adopt Alternative No. 1, thereby accepting year three of the contract in the amount of \$79,920.20 and awarding year four of the five-year contract to Northway Well and Pump Company in the amount of \$59,212.



# **ENGINEER'S STATEMENT OF COMPLETION**

# Water Plant Well Rehabilitation Project Contract No. 2012-227

Engineer: City of Ames Water & Pollution Control Department

Contractor: Northway Well & Pump Company

I hereby certify that the rehabilitation of four drinking water wells, by a contract dated July 8, 2015, has been satisfactorily completed in general compliance with the terms, conditions, and stipulations of said contract.

The work was completed on June 24, 2015.

I further state that the total amount due to the contractor for the fulfillment of said contract is \$79,920.20.

Lyle Hammes, P.E.

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Water Plant Superintendent

Water & Pollution Control Department

Date: 26 June 2015