

COUNCIL ACTION FORM

**SUBJECT: YEAR THREE OF WATER PLANT WELL REHABILITATION
CONTRACT**

BACKGROUND:

On July 24, 2012, City Council awarded a five-year well rehabilitation contract to Northway Well and Pump Company of Waukee, Iowa. The contract provided for the rehabilitation of five water supply wells in FY 2012/13 and four wells in FY 2013/14. The contract offers optional annual renewals to rehabilitate additional wells over the next three years. Bid prices were provided for each year of the contract, with a Consumer Price Index adjustment made annually for each renewal year.

The first two years of the five-year contract were successfully completed, and staff is asking Council to approve year three of the contract. This will provide rehabilitation of an additional five wells in FY 2014/15. Based on the original bid price and the Consumer Price Index adjustment, the recommended contract amount for FY 14/15 is \$74,655.

The FY 2014/15 Water Plant operating budget includes \$98,940 for the rehabilitation of City Well Nos. 6, 7, 12, 19, and 24, including funds for additional repairs as needed.

ALTERNATIVES:

1. Award year three of the contract to Northway Well and Pump Company of Waukee, Iowa in the amount of \$74,655 for rehabilitation of five wells in FY 2014/15.
2. Do not award a contract at this time.

MANAGER'S RECOMMENDED ACTION:

Regular maintenance of the City's potable water wells is required to ensure adequate water volume to meet the City's current and future drinking water demands. Staff has determined rehabilitation of wells on a five-year cycle to be an effective means of maintaining well production to meet those demands.

Therefore, it is the recommendation of the City Manager that the City Council adopt Alternative No. 1, thereby approving a \$74,655 contract to Northway Well and Pump Company to implement year three of the five-year well rehabilitation cycle.