ITEM # \_\_\_<u>23</u>\_\_ DATE: 07/08/14

## **COUNCIL ACTION FORM**

SUBJECT: COMPLETION OF YEAR TWO OF WATER PLANT WELL REHABILITATION CONTRACT

## **BACKGROUND:**

On July 24, 2012, City Council awarded a contract to Northway Well and Pump Company of Waukee, Iowa in the amount of \$72,500 to rehabilitate five of the City's 22 drinking water wells. This was a one year contract with a possibility of four one-year renewal options. A renewal for the second year was approved by City Council on May 28, 2013.

The FY 2013/14 Water Treatment Plant operating budget allocated \$60,000 for the rehabilitation of four wells and an additional \$24,000 for any needed repairs, giving a total of \$84,000 for the project. The four wells completed in this year's contract required additional repairs resulting in change orders totaling \$4,239.25. This year's expended amount totaled \$63,072.25.

All work for this year's contract has been successfully completed as of May 12, 2014; and an Engineer's Statement of Completion has been filed with the City Clerk.

## **ALTERNATIVES**:

- 1. Accept final completion of year two of the five-year Water Plant well rehabilitation contract and authorize final payment in the amount of \$63,072.25.
- 2. Do not accept completion of year two of the Water Plant well rehabilitation contract at this time.

## MANAGER'S RECOMMENDED ACTION:

Year two of the Water Plant well rehabilitation contract has been successfully 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 Waukee, Iowa and authorizing final payment in the amount of \$63,072.25.