

# Mayor and Council Communication

**DATE:** 12/01/20

**M&C FILE NUMBER:** M&C 20-0902

**LOG NAME:** 60SSERRRCON2019R1-CIRCLEC

**SUBJECT**

(ALL) Adopt Appropriation Ordinance in the Amount of \$1,300,000.00 to Fund the First Renewal with William J. Schultz, Inc., dba Circle C Construction Company, for Sanitary Sewer Main Extensions, Replacements and Relocations Contract 2019 for Various Locations Throughout the City

**RECOMMENDATION:**

It is recommended that the City Council adopt the attached Appropriation Ordinance increasing receipts and appropriations in the Water and Sewer Capital Projects Fund in the amount of \$1,300,000.00 for the Sanitary Sewer Main Extensions, Replacements and Relocations Contract 2019 project (City Project No. 102196) transferred from available funds within the Water and Sewer Fund.

**DISCUSSION:**

On September 17, 2019, Mayor and Council Communication (M&C 19-0162), the City Council authorized the execution of a contract in the amount of \$1,000,000.00, for the Sanitary Sewer Main Extensions, Replacements and Relocations Contract 2019 (City Secretary Contract No. 53040) and provided for the option of two renewals.

The City and the contractor desire to exercise the first renewal of the contract in the amount of \$1,000,000.00.

The work to be performed under this contract consists of extending, replacing and/or relocating sewer mains, service lines, and other pertinent construction required to upgrade existing sanitary sewer infrastructure or as required to provide sanitary service to individual customers or developers. While funding for this project comes from the Water and Sewer Capital Projects Fund, the Water Department issues work orders to the contractor after payment of applicable estimated costs by the customer and/or developer.

In addition to the contract amount, \$300,000.00 is required for project management, material testing, inspection, and real property acquisition.

This project will have no impact on the Water Department's operating budget when completed.

Appropriations for the Sanitary Sewer Main Extensions, Replacements and Relocations Contract 2019 for various locations throughout the city are depicted below:

Fund	Existing Appropriations	Additional Appropriations	Project Total*
W & S Capital Projects - Fund 56002	\$1,300,000.00	\$1,300,000.00	\$2,600,000.00
Project Total	\$1,300,000.00	\$1,300,000.00	\$2,600,000.00

\*Numbers rounded for presentation.

This project is located in ALL COUNCIL DISTRICTS.

A Form 1295 is not required because: This M&C does not request approval of a contract with a business entity.

**FISCAL INFORMATION / CERTIFICATION:**

The Director of Finance certifies that funds are currently available in the Water & Sewer Fund and upon approval of the above recommendation and adoption of the attached appropriation ordinance, funds will be available in the current capital budget, as appropriated, in the W&S Capital Projects Fund for the Misc. Sewer Main Contract 2019 project. Prior to any expenditure being incurred, the Water Department has the responsibility to validate the availability of funds.

**Submitted for City Manager's Office by:** Dana Burghdoff 8018

**Originating Business Unit Head:** Chris Harder 5020

**Additional Information Contact:**

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