

Mayor and Council Communication

DATE: 01/11/22

M&C FILE NUMBER: M&C 22-0041

LOG NAME: 60M34SSIP1CO3-CIRCLEC

SUBJECT

(CD 9) Authorize Execution of Change Order No. 3 in the Amount of \$586,505.50 and the Addition of 250 Calendar Days to a Contract with William J. Schultz dba Circle C Construction Company, for Main 34, 100, D100 Drainage Areas Sanitary Sewer Improvements, Part 1, Located in the Downtown Central Business District, and Adopt Attached Appropriation Ordinance

RECOMMENDATION:

It is recommended that the City Council:

1. Authorize execution of Change Order No. 3 to City Secretary Contract No. 53641 with William J. Schultz, Inc. dba Circle C Construction Company in the amount of \$586,505.50 and the addition of 250 calendar days for Main 34, 100, D100 Drainage Areas Sanitary Sewer Improvements Part 1 (City Project No. CO2397) for a revised contract amount of \$6,961,431.11; and
2. Adopt the attached appropriation ordinance adjusting estimated receipts and appropriations in the Water & Sewer Rev Bond Series 2021 Fund, in the amount of \$606,505.00, by increasing estimated receipts and appropriations in the Main 34, 100, D100 Drainage Areas SSI Part 1 project (City Project No.C02397), and decreasing estimated receipts and appropriations in the Unspecified project (City Project No. UNSPEC) by the same amount.

DISCUSSION:

On February 18, 2020, Mayor and Council Communication (M&C) 20-0096, the City Council authorized a contract with William J. Schultz Inc. dba Circle C Construction Company in the amount of \$5,745,825.00 for Main 34, 100, D100 Drainage Areas Sanitary Sewer Improvements Part 1.

The contract was subsequently revised by Change Order No. 1 in the amount of \$13,500.00 administratively authorized on August 3, 2020 that provided a new collection sewer main for several businesses in the Western Union Building, Change Order No. 2 in the amount of \$615,600.61 authorized on November 17, 2020 (M&C 20-0855) that provided for the replacement of the water main on Commerce Street (East 17th Street to East 11th Street) and the replacement of three deteriorated sanitary sewer mains located in three alleyways in the immediate vicinity.

Change Order No. 3 will provide increased and additional funding for the following pay item quantities that are needed on the project due to actual field conditions that were encountered during construction: 12-inch sewer pipe, 42-inch wood box tunnel by other than open cut and increased costs for temporary and permanent asphalt pavement repair and the change will also provide for the replacement and relocation of water meters from inside buildings to Commerce Street in public right-of-way on the street. The change order will add an additional 250 calendar days to the contract in order to complete this project.

In addition to the contract cost, \$20,000.00 (Water: \$10,000.00, Sewer: \$10,000.00) is required for project management, inspection, and material testing.

Appropriations for the Main 34, 100, D100 Drainage Areas Sanitary Sewer Improvements, Part 1 project is depicted below:

Fund	Existing Appropriation	Additional Appropriations	Project Total*
W&S Capital Fund 56002	\$146,941.00	\$0.00	\$146,941.00
Sewer Capital Fund - Legacy 59607	\$160,227.00	\$0.00	\$160,227.00
Water & Sewer Bond 2020A - Fund 56017	\$6,697,010.00	\$0.00	\$6,697,010.00
W&S Rev Bonds Series 2021 - Fund 56019	\$665,601.00	\$606,505.00	\$1,272,106.00
Project Total	\$7,669,779.00	\$606,505.00	\$8,276,284.00

*Numbers rounded for presentation.

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

Business Equity: A waiver of the goal for Business Equity subcontracting requirements was requested, and approved by the DVIN, in accordance with the applicable Ordinance, because the purchase of goods or services is from sources where subcontracting or supplier opportunities are

negligible.

The project is located in COUNCIL DISTRICT 9.

FISCAL INFORMATION / CERTIFICATION:

The Director of Finance certifies that funds are currently available in the Unspecified – All Funds project within the W&S Rev Bonds Series 2021 and upon approval of the above recommendations and adoption of the attached appropriation ordinance, funds will be available in the W&S Rev Bonds Series 2021 Fund for the Sanitary Sewer Main 34, 100 project to support the approval of the above recommendation and execution of the engineering agreement. Prior to any expenditure being incurred, the Water Department has the responsibility of verifying the availability of funds.

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

Originating Business Unit Head: Chris Harder 5020

Additional Information Contact: John Kasavich 8480