BILL 2010-64

Agenda Item

TO: Mayor and City Council

FROM: Mark S. Gaugh, Director of Utilities/ACM

DATE: December 6, 2010

RE: Water Project Change Order

Issues

The City is now in the completion stage for Water Project Contracts 1 and 2. Both of these projects are funded through the American Recovery and Reinvestment Act (ARRA) and State Revolving Loan Funds (SRF) program. The City will receive a maximum of one-half of the project costs in the form of a grant through ARRA, where no re-payment will be required.

In order to take maximum advantage of the ARRA grant funds, Council discussed adding more water lines to the project. This was done in Change Order 3, approved on February 11, 2010. The cost of Change Order #3 did not include tying over 25 customers from the old water main on Prairie St. to the new main as we did not know at the time how much of the funding would remain. The attached change order allows for 15 of those service connections to be paid for with ARRA funds. This will not tie over all customers, so any remaining service connections will need to be done in-house. We may be able to do a few more under the contract, as currently, there will be about $5,000 remaining in the fund account. We have to hold some funds until the very end to cover any contingencies, however. Once the project is close enough to completion that there will be no more contingencies, we can add a few of the remaining 10 service lines to deplete the rest of the funds.

Recommendation

Staff recommends that the attached change order be approved to maximize use of grant funds available.

Bill 2010-64 Ordinance _____

AN ORDINANCE FOR THE CITY OF CAMERON, CLINTON AND DeKALB COUNTIES, MISSOURI AUTHORIZING A CHANGE ORDER TO THE CONTRACT WITH C&S CONSTRUCTION FOR WATER SYSTEM IMPROVEMENTS

WHEREAS, the City previously entered into agreement with C&S Construction Company for water line construction; and

WHEREAS, the project has been expanded to include additional water lines to be added to the original contract; and

WHEREAS, part of the project includes service line connections since funds are available.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF CAMERON, CLINTON AND DeKALB COUNTIES, MISSOURI, AS FOLLOWS:

Section 1. Contract change order 7 in the amount of $23,500 is hereby authorized. Mark Gaugh, Director of Utilities/Assistant City Manager is hereby authorized to execute the change order.

Section 2. The Mayor is hereby authorized to sign this ordinance on behalf of the City of Cameron.

Section 3. The City Clerk is hereby directed to attest to the Mayor's signature.

Read two times, passed and approved this 6th day of December 2010.

_____
Mayor Dennis M. Clark

ATTEST:

_____
City Clerk