

## STAFF REPORT

**DATE:** July 19, 2022

**TO:** City of Colusa Mayor and Council Members

**FROM:** Jesse Cain City Manager

## **AGENDA ITEM:**

<u>Subject:</u> Approve a resolution of the City Council of Colusa amending the contract for City Project Number 2020-001 the 2020 WASTEWATER IMPROVEMENTS PROJECT to include the text of the Davis Bacon Wage rates.

**Recommendation:** Approve a Resolution of the City Council of Colusa amending the contract for City Project Number 2020-001 for construction of the 2020 WASTEWATER IMPROVEMENTS PROJECT to include the text of the Davis Bacon wage rates for Colusa County.

**BACKGROUND ANALYSIS:** The City's long-term goal is to have a wastewater system that produces high quality recycled water that is stored in the winter and then used to irrigate City owned cropland. Once online, the recycled water system will eliminate the City's discharge permit to the Powell Slough and minimize groundwater pumping. The City also has a goal to upgrade and retire two older sewer pump stations and construct new sewers that accommodate planned growth. For the last six years, the City has been maximizing its low interest loans and grant opportunities with the California State Revolving Fund (SRF) to make progress toward these goals.

In 2016, the City received \$10.7 million in loans and grants from the California State Revolving Fund (SRF) which various funded improvements at the WWTP to produce recycled water. Those improvements were completed in 2019. In June of 2020 the City received an additional \$6.1 million in low interest loans and grants from SRF (SRF Loan C06-7896-310). This loan and grant funds the city's purchase of 500 acres of farmland next to the plant and this 2020 Wastewater Improvements Project. Later this year the City will complete various irrigation improvements so that next summer the system will be online and delivering recycled water to its nearby cropland.

In June of 2020, the City of Colusa went out to bid for the 2020 Wastewater Improvements Project. This Project provides several upgrades to the City's WWTP including a new sludge drying pad, a new debris receiving station, a new security gate, a new irrigation system for use of recycled water around the plant, a new influent sewer connection, and enhancements to the seasonal recycled water storage pond.

During review by the SRF staff, they noted that the contract did not include the full text of the Davis Bacon Wage Rates for Colusa County. The Davis Bacon Wage Rates were mentioned by reference in the contract but the SRF staff wants the actual rates included in the contract by amendment. This should have been done during the initial approval process but was overlooked.

**BUDGET IMPACT:** This project and the SRF loan and grant were all included in the City's June 2018 Sewer Rate Study and adoption. This does not change the terms of contract amount or increase costs.

**STAFF RECOMMENDATION:** Approve a Resolution of the City Council of Colusa amending the contract for City Project Number 2020-001 for construction of the 2020 WASTEWATER IMPROVEMENTS PROJECT to include the text of the Davis Bacon wage rates for Colusa County..

## ATTACHMENT:

Resolution

Change Order #5 to include Text of Davis Bacon Wage Rates for Colusa County