

STAFF REPORT UTILITY MEETING

AGENDA DATE: January 30, 2024

DEPARTMENT: Water Utilities

TITLE:

Change Order #2 with Globaltech, Inc. for the Flash Mixer Improvement

SUMMARY:

Globaltech, Inc. has issued a change order for \$92,692.00 to complete design-build services for improving the Water Treatment Plant Flash Mixer.

BACKGROUND AND JUSTIFICATION:

The utility has started a project to repair and improve the flash mixer equipment used in the lime treatment facility. At the same time, the water treatment plant is working to obtain approval for a 4-log removal for the facility. The utility administration had anticipated receiving the 4-log approval before Globaltech began with the flash mixer repair and upgrade. However, the approval process is taking longer than expected, and the current state of the flash mixer has reached a critical stage. This has left the water treatment plant with no other option but to proceed with the repairs.

The project was originally scheduled to start on May 10, 2021, and currently, about 25% of the project has been completed. The utility has requested that Globaltech continue with the repair of the flash mixer, and as such, Globaltech is seeking reimbursement for project delays, general conditions, and a fee increase to account for the 2.5-year delay. The compensation for the 645 days will be calculated from the original final completion date of April 29, 2022, to the new final completion date of November 09, 2024. The remaining \$12,089.69 will be allocated for contingency. The funding will come from the reallocation of the bond money from Resolution 04-2024.

MOTION:

Move to approve/disapprove Change Order #2 to Globaltech, Inc. for additional cost.

ATTACHMENT(S):

Fiscal Impact Analysis -- N/A
Change Order #2
Notice to Proceed