



## City of Needles, California Request for City Council Action

☒ CITY COUNCIL ☒ NPUA

☒ Regular ☐ Special

**Meeting Date:** March 25, 2025

**Title:** Approve Change Order No. 1 to the Public Works Agreement with Phillips Excavating, Inc. for the Well 11 to Well 15 Intertie Project

**Background:** On October 22, 2024, City Council Accepted a Proposal from Phillips Excavating, Inc for construction of the Well 11 to Well 15 Intertie project in the amount of \$435,065 plus 10% contingency for a total project cost of \$478,506.50.

During construction, existing fencing had to be removed to facilitate the installation of the new waterline, Therefore, new fencing was proposed to replace the deteriorated fence and provide separation and security of the waterline easement from the golf course area. In addition, additional tees and valves were proposed to be installed to allow for future water shut downs in preparation of the upcoming manifold project.

- |                            |               |
|----------------------------|---------------|
| 1) Fencing                 | \$ 22,800.00  |
| 2) Line Stops & 16" Valves | \$ 120,400.00 |

Justification of each item was received from the design engineer and presented to the State Water Resources Control Board (SWRCB) for review. Approval was granted by the State to be funded by Phase 6B grant funds and contingency.

Therefore, Change Order #1 includes items already approved by the SWRCB increasing the contract with Phillips Excavating by \$143,200 for a new total contract amount of \$578,265.

**Fiscal Impact:** The City received Grant Amendment #3 to the original Grant Agreement with the California State Water Resources Control Board in the amount of \$14,315,640.00 for water system improvements. The Well 11 to Well 15 Intertie Project is identified as Phase 6B of the overall project budget in the amount of \$930,000 with a \$717,104 allowable contingency.

Change Order #1 for a total of \$143,200 is reimbursable from the grant Phase 6B funds and utilizing \$41,899.80 from Phase 6 contingency.

**Recommended Action:** Accept Change Order #1 to the Public Works Agreement with Phillips Excavating, Inc. for the Well 11 to Well 15 Intertie project resulting in an increase to the contract in the amount of \$143,200 for a new total contract amount of \$578,265; and authorize staff to execute said Change Order.

**Submitted By:** Kathy Raasch, Director of Development Services/Capital Projects

**City Manager Approval:**

Date:

3-21-25

**Other Department Approval (when required):**

Barbara DiLeo

Date:

03/20/25

Approved: ☐

Not Approved: ☐

Tabled: ☐

Other: ☐