



AGENDA ITEM ANALYSIS

Project/Issue Name: 24-R-08 A Resolution of the City Council Authorizing the Execution of Amendment 1 to the Phase 2 Contract Price Amendment for the Wastewater Treatment Facility Expansion Project and Issuance of a Corresponding Limited Notice to Proceed.

Submitted By: Andrew Nelson, Asst. City Administrator – Community Development

Date: February 20, 2024

Issue Statement

Authorization for a limited execution of a Phase 2 Amendment 1 for the expansion of the wastewater treatment plant.

Discussion and/or Analysis

The City has received the contract guaranteed maximum price (GMP) for the expansion of the wastewater treatment plant at \$94,944,300.00. To establish this price our Design Builder Burns & McDonnell issued several bid requests for different components of the project including the treatment technology, construction of facilities, electrical, concrete, etc. The City Staff reviewed and selected from the bids the lowest and most responsive bid to incorporate as a subcontractor to Burns and McDonnell as the prime contractor. This GMP is required to be established as a part of the submittal for our SRF funding application, however the bid guarantees have a limited amount of time for issuance of a notice to proceed and a lead time in some cases of 18 months. To maintain the prices and stay on schedule for procurement the City needs to issue a limited notice to proceed not to exceed \$25,800,000, the full final notice to proceed will be brought to the Council in company with the execution of closing on the state revolving loan funds.

Recommended Action

Staff recommends approval.