



CITY COUNCIL ACTION FORM

DEPARTMENT	PRESENTED BY	DATE
Public Works	David Lady - Public Works Director	June 21, 2022

ITEM

Council Action – Award Pasquale WTP Improvement Project

Consent Agenda

BACKGROUND

The City of Salida has planned and budgeted for improvements at the Pasquale Springs Water Treatment Plant. This project includes the replacement of the water treatment equipment, storage, and pumping infrastructure at the site. The size of the project warranted Colorado Water Resources and Power Development Authority (CWRPDA) financing. This project was also considered during the 2021 Water Rate Study adopted by City Council.

The improvements will provide additional treatment capacity at the site and replace aging infrastructure nearing the end of its useful life. System resiliency will be improved through the completion of these improvements.

The project was advertised and bids were received on May 24, 2022 as follows:

Bidder	Total (Bid Schedule B)	Business Location / Local Preference	Percent Above Low Bid
Moltz Construction, Inc.	\$2,987,152.00	(In County) – 3.0%	Low
Stanek Constructors, Inc.	\$3,493,000.00	(Out of County) – 0%	17%
Aslan Construction, Inc.	\$4,156,819.00	(Out of County) – 0%	39%
RMS Utilities, Inc.	\$3,775,896.66	(Out of County) – 0%	26%
Velocity Constructors, Inc.	\$3,181,964.00	(Out of County) – 0%	7%

*The total reflects the summation of the individual unit price line items for construction.

Moltz Construction, Inc. has previously worked for the City of Salida on multiple treatment plant projects. They have an excellent record for quality and working within budget.

FISCAL NOTE

Final design components and inflationary pressures have led to costs higher than the original cost estimate which was utilized for budget development. The project was bid out in January of 2022. The project was not awarded at that time due to lack of funding. Design items were modified and value engineering considered (Schedule B). The most recent bid results came in ~\$1M under the original design. The tank size provided the greatest cost savings. Staff and the consultant engineer on the project have reviewed the current bids and recommend proceeding with Schedule B.

The 2022 budget for Water Treatment Plant Improvements is as follows:

\$2,500,000 (20-34-6024-3) Infrastructure Improvements

There is approximately \$2,400,000 in funding for the project through the CWRPDA. A DOLA EIAF grant in the amount of \$700,000 was awarded to the City this past week. The remainder would be funded through reserves.



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CONSTRUCTION CONTRACT	\$ 2,987,152.00
CONTINGENCY (10%)	\$ 300,000.00
CONSTRUCTION MANAGEMENT / Engineering	\$ 100,000.00
QA MATERIALS TESTING (~2%)	\$ 25,000.00
<u>TOTAL PROJECT BUDGET</u>	<u>\$ 3,412,152.00</u>

A budget amendment is not anticipated as the project will be occur over multiple years.

STAFF RECOMMENDATION

Award a construction contract for the Pasquale WTP Improvement Project and authorizing the City Administrator to enter into a Construction Agreement between the City and Moltz Construction, Inc. in the amount of \$2,987,152.00 with a total project budget of \$3,412,152.00.

SUGGESTED MOTION

A Council person should make a motion to “combine and approve the items on the consent agenda.”
