



MEMORANDUM

May 29, 2025

To: Santaquin City Mayor and City Council
From: Jon Lundell, P.E., City Engineer
RE: Consideration for WRF Phase III Guaranteed Maximum Price

Mayor and Council Members,

Over the last 6 months City staff has worked closely with J-U-B Engineers and VanCon, Inc. to complete the design for and associated costs of construction of the Water Reclamation Facility (WRF) phase III and related sewer system improvements. These improvements include multiple elements within and outside of the WRF facility, that include new filters and associated equipment, upgrades to the Center Street lift station, improvements to the solids load out building, new solids handling building and tank, and the related controls and programming to ensure the facility continues to run smoothly. These improvements will increase the treatment capacity from 1 million gallons per day (MGD) to 1.39 MGD on average and will accommodate future growth of Santaquin for the next several years.

City staff has been working closely with VanCon to develop a Guaranteed Maximum Price (GMP) for these improvements. These efforts included value engineering of the project to develop the most cost-effective means of construction to maximize the current funds that we currently have. With these efforts, VanCon's proposed GMP for most but not all of the system improvements is **\$9,359,800.00**. This cost includes the improvements on the Center Street lift station, treatment process improvements within the existing building, new solids handling building and tank. As previously discussed, the remainder amount GMP will be brought back for Council consideration at a later date once additional funding (bonding) is in place.

The funds for this project will be covered by impact fees that we have been accumulating over the last couple of years. The current funds held are adequate to cover these costs (\$9,359,800.00) .

I am happy to answer any questions that you may have on this item.

Recommendation: I/we recommend that the City Council approve the Guaranteed Maximum Price in an amount not to exceed \$9,359,800.00 for the Santaquin WRF Phase III and related sewer system Improvements with VanCon, Inc.