

## **MEMORANDUM**

**October 3, 2025** 

To: Santaquin City Mayor and City Council

From: Jon Lundell, P.E., City Engineer

RE: Consideration of Veolia Assistance with importing WRF equipment

Dear Mayor and Council Members,

This past year, Santaquin City approved two contracts with Veolia water Technologies to provide equipment (membranes) for the replacement of old treatment membranes and for the expansion of the Water Reclamation Facility (WRF) currently underway. Since these contracts were approved, federal import tariffs have increased on materials being imported into the USA. The membranes provided by Veolia are manufactured outside the USA and are subject to these tariffs.

City staff has been coordinating with Veolia to ensure that contracted equipment makes it into the country and to Santaquin in the most efficient manner possible. The additional cost of the tariffs and administration of importing these materials is \$55,694.00. This amount covers the cost to import both one membrane train replacement and the membrane train expansion of the treatment plant.

Should these tariffs change (increase or decrease) at the time the equipment is actually imported into the USA, the amount will be adjusted accordingly.

I would be happy to answer any questions you may have regarding this item.

**Recommendation:** I recommend that the City Council approve a contract amendment with Veolia for the WRF membrane Tariff and import administration in an amount not to exceed \$55,694.00.