

CITY MANAGER'S REPORT **AGENDA ITEM REQUEST**

UTILITIES DEPARTMENT

DATE:

TO:

FROM:

Ed Lavallee, City Manager

COUNCIL DATE:

June 27, 2017

SUBJECT:

TLC Diversified, Inc. - Final Deductive Change Order No. 1

RO WTP High Service Pump Replacement

Background:

The City executed a contract with TLC Diversified, Inc. for the RO WTP High Service Pump Replacement project on May 10, 2016. There are three bid items the City will receive a credit on:

- Bid item No. 3 "Sandblast and Recoat Pump Can" Contract included sandblasting and recoating all five pump cans; however, only three of the five pump cans required sandblasting and recoating upon inspection. Credit is for the two pump cans not sandblasted and recoated.
- Bid Item No. 5 "Additional Civil, Mechanical, Electrical, Instrumentation and Structural As Needed Contingency Allowance" - Credit is for unused Owner's Allowance.
- Bid item No. 6 "Required Permitting Fees Contingency Allowance" Credit is for unused Permitting Fees Allowance.

The project has been completed and these credits will zero out the above line items for processing of the final pay application.

Requested Action:

The Utilities Department requests Council's approval of Final Deductive Change Order No. 1 with TLC Diversified, Inc in the amount of \$43,172.87 bringing the new contract amount to \$529,227.13.

City Attorney Review:

The City Attorney has reviewed this document and finds it to be acceptable.

Risk Management Review:

The Risk Manager has reviewed this document and finds no risk management objections.

Funds Availability (account number):

No additional funds are required.