

**CITY OF PALMER  
ACTION MEMORANDUM NO. 14-066**

**Subject:** Authorize the City Manager to Negotiate and Execute Change Order No. 3 for the Construct Reservoir 4 and Booster Station Project with Frawner Corporation in the Amount of \$21,988.53

**Agenda of: October 14, 2014**

**Council Action:** Authorized

**Approved for presentation by:**

<b>City Manager</b>	<i>Joseph A. Hannon</i>
<b>City Attorney</b>	<i>[Signature]</i>
<b>City Clerk</b>	<i>JM</i>

**Certification of Funds:**

Total amount of funds listed in legislation:	\$ <u>21,988.53</u>
This legislation (✓):	
<input type="checkbox"/> Has no fiscal impact	
Creates:	
<input checked="" type="checkbox"/> A negative fiscal impact in the amount of:	\$ <u>21,988.53</u>
<input type="checkbox"/> A positive fiscal impact in the amount of:	\$ _____
<input checked="" type="checkbox"/> Funds are budgeted.	
Funds are budgeted from this (these) line item(s):	
a) ➤ 24-20-09-6225 (ADEC Grant No. 67119)	\$ <u>15,391.97</u>
b) ➤ 24-02-09-6225 (City Match – ADEC loan)	\$ <u>6,596.56</u>
a) Funds originally budgeted in line item :	\$ _____
Difference in budgeted funds:	\$ _____
b) Funds originally budgeted in line item :	\$ _____
Difference in budgeted funds:	\$ _____
<input type="checkbox"/> Funds are not budgeted.	
Budget amendment required in the total amount of:	\$ _____
Affected line item(s):	
➤	\$ _____
➤	\$ _____
<input type="checkbox"/> General fund unassigned balance (after budget modification)	\$ _____
<input type="checkbox"/> Enterprise unrestricted net position (after budget modification)	\$ _____
Director of Finance signature certifying funds:	<i>[Signature]</i>

**Attachments:** Construct Reservoir 4 and Booster Station Project Change Order No. 3

**Summary Statement:** This change order adds five work items to the City's contract with Frawner Corporation for construction of Reservoir 4 and the booster station on Trunk Road:

1. Install Endress + Hauser chlorine analyzer. The City requested this equipment rather than the specified equipment because there is local technical support for this brand of analyzer. Cost: \$4,157.93.
2. Install grounding system on the Reservoir. This is a safety item that was not shown on the project plans. Cost: \$3,953.63.
3. Install a siphon on the interior of the Reservoir. As designed, the Reservoir when drained would have about of foot of water remaining. Adding this siphon will allow the tank to be almost completely drained. Cost: \$1,142.05.
4. Additional survey work. The original project survey was done in 2009. In the four years between that survey and project construction, some of the original bench marks had been lost, so these had to be recovered. Cost: \$593.85.
5. Revise well house connection. At the request of Mat-Su College, this change provides a capped pipe from the College water well inside the well house rather than buried in the parking lot. Cost: \$12,141.07.

FY 14 Reservoir 4 project budget

Grant 67116	\$292,402
Grant 67116 match	\$127,377
Grant 67119	\$2,770,017
Grant 67119 match	<u>\$1,091,694</u>
Total	\$4,281,490

2014 project expenses:

HDL construction admin	\$308,367
Frawner's contract amount the current AM 14-066)	\$3,651,325 (through change order 3, the subject of
MEA power line extension	<u>\$110,000</u>
Total	\$ 4,069,692

\$211,798 remaining to fund change order.

**Administration recommendation:** Approve Action Memorandum No. 14-066.

# CHANGE ORDER

DISTRIBUTION TO: OWNER [X]  
 PROJECT ENGINEER [X]  
 CONTRACTOR [X]  
 FIELD [ ]

PROJECT: Construct Reservoir 4 and Booster Station CHANGE ORDER NUMBER: 03  
 Southwest Utility Extension, Phase IIa INITIATION DATE: 9/5/2014  
 Palmer, Alaska HDL PROJECT NO: 08-029  
 CONTRACT FOR: General  
 CONTRACT DATE: 12/13/2013  
 NOTICE TO PROCEED: 1/13/2014

TO: Frawner Corporation  
 1600 A. Street, Suite 302  
 Anchorage, AK 99501

You are directed to make the following changes in this Contract:

1. Install Endress + Hauser Chlorine Analyzer/Transmitter per RFP 02..... **\$4,157.93**
2. Install grounding system around the Reservoir per RFP 03..... **\$3,953.63**
3. Install a siphon on the interior of the Reservoir at the drain connection per RFP 04..... **\$1,142.05**
4. Perform additional survey required to establish benchmarks per Change Order Request 01 ..... **\$593.85**
5. Revise well house connection to keep existing well operational per Field Directive 01 ..... **\$12,141.07**

Not valid until signed by both the Owner and the Owner's Agent. Signature of the Contractor indicates his agreement herewith, including any adjustments in the Contract Sum or Contract Time.

The original Contract Sum was	\$3,307,420.00
Net change by previously authorized Change Orders	\$321,916.96
The Contract Sum prior to this Change Order was	\$3,629,336.96
The Contract Sum will be (increased) ( <del>decreased</del> ) ( <del>unchanged</del> ) by this Change Order	\$21,988.53
The new Contract Sum including this Change Order will be	\$3,651,325.49
The Contract Time for Substantial Completion is ( <del>increased</del> ) ( <del>decreased</del> ) (unchanged)	0 days.
The Contract Time for Final Acceptance will be ( <del>increased</del> ) ( <del>decreased</del> ) (unchanged)	0 days.
Substantial Completion as of the date of this Change Order therefore is	12/29/14
Final Acceptance as of the date of this Change Order therefore is	06/30/15.

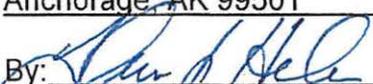
BY ACCEPTING THIS CHANGE ORDER, THE CONTRACTOR AGREES THAT THE AMOUNT PAID FOR ON THE ABOVE ITEMS IS EQUITABLE AND THAT NO FURTHER COMPENSATION FOR THE ABOVE ITEMS WILL BE MADE.

Recommended:  
Hattenburg Dilley & Linnell  
 PROJECT ENGINEER  
 202 W Elmwood Ave  
 Address  
 Palmer, AK 99645

Accepted:  
Frawner Corporation  
 CONTRACTOR  
 1600 A. St., Suite 302  
 Address  
 Anchorage, AK 99501

Authorized:  
City of Palmer  
 OWNER  
 231 W. Evergreen Ave.  
 Address  
 Palmer, AK 99645

By:   
 Date: 9-8-2014

By:   
 Date: 9/5/14

By: \_\_\_\_\_  
 Date: \_\_\_\_\_