

**City of Menahga
Action Memorandum 16-008**

Subject: Authorize Change Order No. 6 with Di-Mar Construction in the Amount of \$3,290 for the Water Treatment Plant Project

Agenda of: June 13, 2016

Council action: Authorized _____

Summary statement:

Di-Mar Construction, Inc. Change Order No. 6 is for the work completed by Liquid Engineering for the water tower cleaning.

Brian Hiles of Ulteig spoke with Stephen LaFontaine from PFA regarding the water tower cleaning. In order to for the work to be officially grant eligible, Mr. LaFontaine requests the work be added to the Di-Mar construction contract as a change order. Mr. Hiles stated the only downside is Di-Mar is allowed the 5% prime contractor mark-up, which in this case is \$150.

The City has two choices:

1. Pay the entire Liquid Engineering invoice, in the amount of \$3,135, out of the City's current budget; or
2. Authorize Action Memorandum 16-008, which authorizes the Change Order and adds the invoice to the construction contract, making the work eligible to be paid out of the grant. Doing so increases the amount from \$3,135 to \$3,290.

Fiscal information:

Total amount of funds listed in this legislation: \$ 3,290

This legislation (✓):

Has no fiscal impact Creates a positive impact in the amount of: \$ _____
 Creates a negative impact in the amount of: \$ 3,290

Funds are (✓):

Budgeted Line items(s): E 401-00000-302
 Not budgeted Affected line item(s): _____

Attachments:

- Di-Mar Construction, Inc. Change Order No. 6

Change Order No.: 6 **Project No.:** 14.01467 **Date:** May 27, 2016

Owner: City of Menahga
115 2nd Street NE, P.O. Box C
Menahga, MN 56464

Contractor: Di-Mar Construction, Inc.
34 Water Street
Excelsior, MN 55331

Description of Project:
Water Treatment System Improvements

Description of work included in contract:
Rehabilitation of the existing water treatment plant.

Changes ordered:
Due to the pumping of untreated, high iron laden water into the distribution system during the water plant rehabilitation, it was determined that the water tower should be cleaned of built up sediment on the interior. This change order adds the water tower in-service inspection and cleaning to the project.

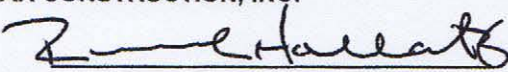
Subject to the condition set forth below, and equitable adjustment is established as follows:


Original Contract Price.....	\$1,279,000.00
Amount of Previous Change Orders.....	\$35,167.00
Current Contract Price (includes previous Change Orders).....	\$1,314,167.00
Amount of this Change Order.....	\$3,290.00
The new Contract Price including this Change Order will be.....	\$1,317,457.00

The Contract Time will be increased (decreased) by 0 calendar days.

- The foregoing is in accordance with your proposal letters that are attached and listed below:
- A. The aforementioned change, and work affected thereby, is subject to contract stipulations and covenants.
 - B. The rights of the public agency are not prejudiced; and
 - C. The claims against the public agency which are incidental to or as a consequence of the aforementioned changes are satisfied.

We are sending you 3 copies of this Change Order for your acceptance.
Please return to us 3 signed copies all bearing your dated signature.
One copy will be returned to you after approval by all parties.

DI-MAR CONSTRUCTION, INC.
By 
Date 5.31.16

ULTEIG ENGINEERS, INC
By 
Date 5-31-2016

APPROVED:
CITY OF MENAHGA
By _____
Date _____



LIQUID ENGINEERING

P.O. Box 80230
Billings, MT 59108-0230

Invoice

DATE	INVOICE #
5/17/16	14816

Federal Tax ID # 93-1108709

BILL TO
City of Menahga PO Box C Menahga, MN 56464

P.O. #	PROPOSAL #	REP	TERMS	SALES TAX EXEMPT #
	49800	JLB	Net 30	
DESCRIPTION				AMOUNT
<p>Services completed per proposal include:</p> <p>Exterior/Interior In-Service Dive Assessment On-site Interior Video Deliverable and Immediate Needs Reporting *In-Service Sediment Removal</p> <p>For the following reservoir(s): Tower 100kg welded steel elevated.</p> <p>Work completed May 17, 2016. Amount per proposal bid of \$3605.00, less community discount of \$470.00.</p> <p>Please remit payment to: Liquid Engineering Corporation P.O. Box 80230 Billings, MT 59108-0230</p> <p>All past due balances are subject to a 1.5% finance charge per month.</p>				3,135.00
<p>It has been a pleasure working with you. If you have any billing questions, please call 1-800-438-2187.</p>				<p>Total \$3,135.00</p>