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## CONTRACT AMENDMENT REQUEST

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**TO:** STEVE GIESBRECHT, BOROUGH MANAGER  
BOROUGH ASSEMBLY

**FROM:** KARL HAGERMAN, UTILITY DIRECTOR 

**SUBJECT:** SCOW BAY 1 PUMPSTATION PROJECT – REQUEST FOR CONTRACT AMENDMENT

**DATE:** 3/26/2019

**CC:** FILE

The Scow Bay 1 Pump Station Rehabilitation project has been slowly progressing. The project, which seeks to upgrade the pump station in order to handle all wastewater flows south of the Cemetery, is getting past some hurdles that have sidetracked the work for a couple of years.

Firstly, initial contact with adjacent property owners regarding requested easements or land purchases to site the pump station outside of the State right of way were not productive and lead the Borough to revert back to designing the station to reside in the State's right of way.

Secondly, the Borough spent additional time with PND Engineers evaluating the best approach to the project in hopes of cutting costs. The two options on the table were to rehabilitate/remodel the existing station or to fully replace the entire station. After many months of design study and development of different approaches to both options, it became clear that the meager savings attributed to a rehab project would not provide the utility with the best value and longevity. The full replacement option was then selected.

However, the delays and design study did expend design funds to a level not initially anticipated. At this point in time, with the project back on track, I requested an updated review of project budget vs. remaining design tasks and found that there was not sufficient contract funds remaining to complete the final design. Additionally, the original contract did not include permitting activities, bid phase support or construction support services. Below is a summary of the project design budget with Contract increase amount noted.

Overall estimate for all current tasks: \$93,611

Initial Contract Amount: \$59,974

Contract expended to-date: \$34,974

Remaining Contract funds: \$25,000

Increase to Contract fees requested: **\$68,611**

If approved, this amendment will fund required professional services on the project through construction and closeout with ADEC. ADEC has been consulted and as our loan funding source, the department has concurred that the expense is reimbursable by the existing \$550,000 project loan.

I request authorization to execute an amendment to the PND professional services contract in the amount of \$68,611. Thank you for your consideration.