


SUBJECT: Approval of a contract amendment for Southcentral Construction Inc., Contract No. 18-108B, to add \$169,633 and up to \$250,000 in additional change order authority to complete the Central Landfill Cell 4 project, Project No. 25055, Fund 420.

AGENDA OF: August 21, 2018

ASSEMBLY ACTION:

Approved under the consent agenda 8-21-18 

MANAGER RECOMMENDATION: Present to the Assembly for consideration.

APPROVED BY JOHN MOOSEY, BOROUGH MANAGER:

Route to:	Department/Individual	Initials	Remarks
	Originator: Mike Campfield	<i>MC</i> 8/7/18	
	Capital Projects Director: Jude Bilafer	<i>PB</i> 8/8/18	
	Purchasing Division	<i>[Signature]</i>	
	Finance Director	<i>[Signature]</i> 8/9/18	
	Borough Attorney	<i>[Signature]</i>	
	Borough Clerk	<i>[Signature]</i> 8/13/18	

ATTACHMENTS: Fiscal Note: Yes x No

SUMMARY STATEMENT: Assembly approval of contract amendments (change orders) are required by MSB 3.08.170(c)(4) for contracts with an original award value greater than \$2,000,000; the department shall recommend, with concurrence of the purchasing officer, the maximum contract amendment or change order value that can be executed without assembly approval. This value shall be established and approved concurrently with the contract award under MSB 3.08.161.

On May 15, 2018, in AM 18-042, the Assembly awarded Bid 18-108B in the amount of \$3,850,000 to Southcentral Construction Inc. for the construction of Central Landfill Cell 4.

Work includes all labor, equipment, materials and supplies to construct a new landfill cell at the Central Landfill near Palmer, Alaska. The project will also remove existing leachate storage tanks and replace them with lagoons.

There have been no contract amendments to this contract to date.

Recently three modifications have been deemed necessary for the project's continuation: additional cell bottom liner, a dialer, and increased electrical undergrounding.

1. The additional liner is necessary to line additional area between the designed Cell 4 and the existing Cells 3 and 2B which varied from the as-built information and additional liner on the east side to accommodate existing grading.
2. Through the response to Request For Information 3, it was determined that the dialer was not included in the original scope. This item is necessary for the remote monitoring system to function and provide information during unattended periods.
3. The power line voltage will increase capacity to accommodate future power needs for the leachate treatment facility. The leachate treatment facility is expected to be operational in late 2019.

Because of these three additions to the scope of work, Southcentral Construction now requires additional funds to complete the construction of the Central Landfill Cell 4.

In accordance with MSB 3.08.170(c)(4), staff requests the approval of this Contract Amendment No. 1 for Contract No. 18-108B in the amount of \$169,633 to Southcentral Construction for the Central Landfill Cell 4 Construction project, Project No. 25055, Fund 420.

In addition, due to future possible unknown conditions, and in order to avoid any further delays, staff requests up to \$250,000 in additional change order authority.

RECOMMENDATION OF ADMINISTRATION: Approval of a contract amendment for Southcentral Construction Inc., Contract No. 18-108B, to add \$169,633 and up to \$250,000 in additional change order authority to complete the Central Landfill Cell 4 project, Project No. 25055, Fund 420.

MATANUSKA-SUSITNA BOROUGH - FISCAL NOTE

Agenda Date: August 21, 2018ORIGINATOR: Mike Campfield, P.E.

SUBJECT: Approval of a contract amendment for Southcentral Construction Inc., Contract No. 18-108B, to add \$169,633 and up to \$250,000 in additional charge order authority to complete the Central Landfill Cell 4 project, Project No. 25055.

FISCAL ACTION (TO BE COMPLETED BY FINANCE)	FISCAL IMPACT? <u>YES</u> NO
AMOUNT REQUESTED \$ <u>169,633</u>	FUNDING SOURCE: <u>Loan</u>
FROM ACCOUNT # <u>420.000.000.4XX.XXX</u>	PROJECT # <u>25055</u>
TO ACCOUNT #	PROJECT #
VERIFIED BY: <u>Barbara Baumgardt</u>	CERTIFIED BY:
DATE: <u>8/9/18</u>	DATE:

Fund
420.

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY2018	FY2019	FY2020	FY2021	FY2022	FY2023
Personnel Services						
Travel						
Contractual						
Supplies						
Equipment						
Land/Structures						
Grants, Claims						
Miscellaneous						
TOTAL OPERATING						
CAPITAL		<u>169.6</u>				
REVENUE						

FUNDING: (Thousands of Dollars)

General Fund						
Federal Funds						
Other		<u>169.6</u>				
TOTAL		<u>169.6</u>				

POSITIONS:

Full-Time						
Part-Time						
Temporary						

ANALYSIS: (Attach a separate page if necessary)

PREPARED BY: _____
 DEPARTMENT: _____
 APPROVED BY: Barbara Baumgardt
Acting Finance Director

Phone: _____
 Date: 8/9/18
 Date: _____

Am 18-080