

SUBJECT: Requesting approval to extend contract no. 19-113B with Orion Construction for the Talkeetna Wastewater Treatment Plant Upgrades - Phase 1 project to July 15, 2021.

AGENDA OF: November 17, 2020

ASSEMBLY ACTION:

*Approved under the consent
Agenda 11-17-20*

MANAGER RECOMMENDATION: Present to the Assembly for consideration.

APPROVED BY GEORGE HAYS, ACTING BOROUGH MANAGER.

Route To:	Department/Individual	Initials	Remarks
	Originator-J. Ballinger	<i>JB</i>	
	Public Works Director	<i>HDL</i>	11/4/2020
	Purchasing Officer	<i>JB</i>	11/05/2020
	Finance Director	<i>OK</i>	
	Borough Attorney	<i>NS</i>	
	Borough Clerk	<i>BH for LRM 11-9-20</i>	

ATTACHMENT (S): Fiscal Note: Yes _____ No X

SUMMARY STATEMENT: On June 14, 2019, the Assembly awarded Bid no. 19-113B for \$5,111,410 to Orion Construction Inc. for the construction of the Talkeetna Wastewater Treatment Plant Upgrade project. Change orders approved totaling \$196,532.77, bringing the contract total to \$5,307,942.77.

The lagoon baffle curtain system is not functioning as designed. When the baffles arrived at the construction site, it was discovered that the baffles delivered did not meet the specifications and cut sheets approved by the Contract Administrators, HDL. The contractor and the supplier provided an alternative solution that would meet the requirements and timeline specified in the contract. The borough and HDL approved the modification of the baffles with the understanding that baffles would operate as designed. After modified baffle installation, the borough and HDL observed that the baffles were not operating as designed. MSB has rejected the modified baffles and Orion

Construction has agreed to provide new baffles that meet the specifications and cut sheets.

The contractor has submitted a request to extend the contract until July 15, 2021, allowing them time to design, construct, ship and install new baffles that meet the original design specifications and approved cut sheets.

The Public Works Department is requesting approval of contract 19-113B extension to July 15, 2021. This extension does not have any monetary value and all other terms of the agreement shall remain in effect.

RECOMMENDATION OF ADMINISTRATION: Approve extending contract 19-113B to Orion Construction for the Talkeetna Wastewater Treatment Plant Upgrades - Phase 1 project to July 15, 2021.