

SUBJECT

BOARD RESOLUTION NO. 18-1911

Pertaining to Amendment No. 3 to Agreement with Short Elliott Hendrickson Inc. to provide additional inspection and contract administration services for reconditioning the Board's Marie Ave elevated water tower in West St. Paul.

BACKGROUND INFORMATION

This amendment provides for additional SEH inspections and contract administration work at a cost not to exceed \$60,200, bringing the total not to exceed cost of the agreement to \$153,806.82.

At its May 9, 2017 meeting, the Board directed City Contract and Analysis (CAS) to draft an agreement with SEH for professional water tower engineering and inspection services at a cost not to exceed \$91,550, which was duly executed by the proper officers of the Board. At its December 12, 2017 meeting, the Board directed CAS to draft an Amendment No. 1 to provide additional engineering design services at a cost not to exceed \$2,056.82, also duly executed.

At this time and due to the failure of the reconditioning contractor (Osseo Construction Co., LLC) to complete the project within their contractually obligated timeline, additional inspection and contract administration services will be required to bring this project to completion. This amendment will provide for such services, along with an amended termination date of 12/31/2021.

The proposed cost of the additional services is estimated to be \$60,200, as detailed in the estimate provided by SEH on October 31, 2018. As per the tower reconditioning contract with Osseo Construction Co., LLC, liquidated damages in the amount of \$900 per calendar day started accruing as of September 28, 2018. These funds will be used to reimburse the Board for the costs of the work proposed by this Amendment.

Cost of Agreement

Initial Agreement	\$ 91,550.00
Amendment 1	\$ 2,056.82
Amendment 2	\$ 0.00
Amendment 3	<u>\$ 60,200.00</u>
Amended Total	\$153,806.82

See attached SEH estimate of October 31, 2018.

RECOMMENDATION

Board approval is recommended.