TO: Mayor Shaun Sipma  
Members of the City Council  

FROM: Jason Sorenson, Assistant Director of Public Works  

DATE: December 14, 2021  

SUBJECT: 2021 WATERMAIN REPLACEMENT – FINAL PAYMENT  
(CITY PROJECT NO. 4567)  

I. RECOMMENDED ACTION  
1. Recommend council approve the final payment for the 2021 Watermain Replacement Project to Kemper Construction in the amount of $315,070.73.  

II. DEPARTMENT CONTACT PERSONS  
Dan Jonasson, Director of Public Works  857-4140  
Jason Sorenson, Assistant Director of Public Works  857-4140  

III. DESCRIPTION  
A. Background  
Each year, the Water and Sewer Department budgets funds for water main replacement in areas where old water mains are in poor condition. The replacements for 2021 were chosen based on areas that required significant maintenance repairing watermain breaks.  

The lowest responsible bid was received by Kemper Construction in the amount of $1,856,793.75. Kemper has completed all remaining items on the contract and final payment is warranted.  

B. Proposed Project  
The majority of the watermain replacement for 2021 consisted of removing old six-inch cast iron pipe and replacing with eight-inch PVC pipe. The project consisted of seven different units. Most of the areas were selected due to high incidences of watermain breaks in the past year.  

Consultant Selection  
N/A  

IV. IMPACT:  
A. Strategic Impact:  
N/A  

B. Service/Delivery Impact:  
N/A  

C. Fiscal Impact:  

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Project Costs

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
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</thead>
<tbody>
<tr>
<td>Contractors Low Bid</td>
<td>$1,856,793.75</td>
</tr>
<tr>
<td>Net Change</td>
<td>($265,224.50)</td>
</tr>
<tr>
<td>Final Construction Cost</td>
<td>$1,591,569.25</td>
</tr>
</tbody>
</table>

The project had savings via a change order in the amount of $101,900.15 due to a requested change in installation method. The additional savings of $163,324.35 was due to quantity underruns for the project.

Project Funding
Funding for this project was budgeted in the 2021 Watermain Maintenance account.

V. ALTERNATIVES
N/A

VI. TIME CONSTRAINTS
N/A

VII. LIST OF ATTACHMENTS
1. Final Pay Request