



	Approved	Denied
Date Action Taken:	8/28/06	
Other:		
Verified by:	<i>Romita</i>	

WASILLA CITY COUNCIL ACTION MEMORANDUM

AM No. 06-47

TITLE: CONTRACT AMENDMENT TO RAVEN ENGINEERING IN THE AMOUNT OF \$72,000 FOR GARDEN TERRACE CONSTRUCTION ENGINEERING SERVICES

Agenda of: August 28, 2006
 Originator: Public Works Director

Date: August 17, 2006

Route to:	Department	Signature/Date
	Police Chief Youth Court, Dispatch, Code Compliance	
	Culture and Recreation Services Director Library, Museum, Sports Complex	
X	Public Works & Recreation Facility Maintenance Director	<i>[Signature]</i> 8/17/06
X	Finance, Risk Management & MIS Director Purchasing	<i>[Signature]</i>
X	Deputy Administrator Planning, Economic Development, Human Resources	<i>[Signature]</i> 8/18/06
X	City Clerk	<i>Romita</i>

REVIEWED BY MAYOR DIANNE M. KELLER: *Dianne M. Keller*

FISCAL IMPACT: yes \$72,000 or no Funds Available yes no

Account name/number:

Garden Terrace Water-State(50%)	320-4369-436.45-35	\$36,000
Garden Terrace Water-Fed(43%)	320-4369-436.45-36	\$30,960
Garden Terrace Water-City(7%)	320-4369-436.45-37	\$5,040

Attachments: CIP Budget Sheet

SUMMARY STATEMENT: On July 24, 2006, City Council authorized a construction contract to Alaska Road Boring in the amount of \$1,433,296 for the next phase of the Garden Terrace Water Main extension project, which consists of two pressure reducing valve buildings. This construction is expected to begin in September 2006. AM 06-47 amends the Raven Engineering design contract to provide the necessary engineering oversight during construction. Engineering oversight is estimated at 5 percent of the construction contract amount on a time and materials basis.

ACTION: Authorize the Mayor to execute contract amendment with Raven Engineering in the amount of \$72,000 for construction engineering services.

City Of Wasilla
 Capital Improvement Project Detail
 Fiscal Year 2007
 Through Fiscal Year 2011

Project Title:

Project Number:
 (Assigned By Finance Department)

Project Description:

Ranking:
 (Assigned By Administration)

Department/Div.:

Project Narrative:

This project will extend the water utility east towards Trunk Road in the city's water service area, outside the city limits to a subdivision of 50 homes that is running of water. The expanded customer base will help the utility's annual financial statement. This extension will also allow "The Ranch", a new adjacent subdivision to be connected to the city utility in the future. The project is being funded by a State Grant in the amount of \$1,025,000 and Federal Grant in the amount of \$892,000. Additional funds are needed to provide the full match for the State Grant (\$133,000 + \$892,000 = \$1,025,000). This project is located in the City's Utility Service Area as authorized by the Regulatory Commission of Alaska.

Impact on Operating Budget:

Increase in operating cost (\$5,000) will be less than the estimated revenue (\$20,000) generated by the customers. Also revenue will be increased in the future due to the ability of the City to provide water to other developments beyond Garden Terrace. It is projected that this revenue will be substantial in the future (i.e. projections range from \$90,000 and higher per Fiscal year).

Project Cost Summary

Expenditure Category:

	Prior Budget	Project Expenditures To Date	Project Balance	Additions					Total CIP Cost
				Fiscal YR 2007	Fiscal YR 2008	Fiscal YR 2009	Fiscal YR 2010	Fiscal YR 2011	
Administration/OH	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-
Design Services	-	-	-	-	-	-	-	-	-
Engineering	-	-	-	-	-	-	-	-	-
Construction	2,097,777	215,153	1,882,624	133,000	-	-	-	-	2,230,777
Equipment	-	-	-	-	-	-	-	-	-
Other Services	-	-	-	-	-	-	-	-	-
Contingency	-	-	-	-	-	-	-	-	-
Totals	2,097,777	215,153	1,882,624	133,000	-	-	-	-	2,230,777

Funding Source Summary

Funding Sources:

	Prior Budget	Project Revenue To Date	Project Balance	Additions					Total CIP Funding
				Fiscal YR 2007	Fiscal YR 2008	Fiscal YR 2009	Fiscal YR 2010	Fiscal YR 2011	
Federal:	919,546	41,421	878,125	-	-	-	-	-	919,546
	-	-	-	-	-	-	-	-	-
State:	1,025,000	41,421	983,579	-	-	-	-	-	1,025,000
	-	-	-	-	-	-	-	-	-
Local:	78,234	78,234	-	133,000	-	-	-	-	211,234
Operating Transfers	75,000	-	75,000	-	-	-	-	-	75,000
MSB	-	-	-	-	-	-	-	-	-
Totals	2,097,780	161,076	1,936,704	133,000	-	-	-	-	2,230,780

Cost Beyond 5-Year Program: