

Heber Public Utility District

REPORT TO BOARD OF DIRECTORS

MEETING DATE: August 18, 2016

FROM: Laura Fischer, General Manager

SUBJECT: Approve the installation of the HUD Logo on the 3.75 MGD Water Storage Tank, authorize the Change Order Number 3 in the amount of \$11,035.84.

ISSUE:

Shall the Board of Directors approve the installation of the HUD Logo on the 3.75 MGD Water Storage Tank, authorize the Change Order Number 3 in the amount of \$11,035.84?

GENERAL MANAGER'S RECOMMENDATION:

It is recommended that the Board of Directors approve the installation of the HUD Logo on the 3.75 MGD Water Storage Tank, authorize the Change Order Number 3 in the amount of \$11,035.84.

FISCAL IMPACT:

This change order in the amount of \$11,035.84 may not be eligible for reimbursement under the current funding agreement with the State Revolving Fund. Staff is working on getting approval, but we don't have confirmation.

Should this amount not be authorized under the current funding agreement, the HPUD Board can still approve the change order and the funds can be used from the HPUD Water Fund. There is sufficient funds in the current fund balance to pay for this change order should the State Water Board Revolving Funds not be available.

BACKGROUND:

At a previous Board meeting, staff was given direction to determine the cost and feasibility to have the HPUD logo placed on the largest water storage tank so that the logo would be visible from both Dogwood Road and Highway 86. Staff discussed this option with the project engineer and contractor. They requested a quote from the subcontractor who is painting and coating both the other storage tanks.

At the meeting on August 18th, staff will present some printed photos with the logo and language for your consideration.

DISCUSSION:

At this time, staff has not determined if this change order is an allowed expenditure or if it will be reimbursed from the Funding Agreement. The additional expenses include the following changes to the project:

- Paint the HPUD logo and the wording "Welcome to Heber" on the 3.75 MG tank.

The cost to paint the logo on the tank is less expensive since it would be done by the painting contractors already at the work site. HPUD staff will install lights that will shine on the logo so that it can be seen in the evening as well. The cost to install the lights will not be included in the water treatment plant project costs as HPUD staff will complete this item.

CONCLUSION:

As the item included in Change Order Number 3 was requested by the Board and the cost is very reasonable and fair, staff recommends approval of Change Order Number 3 in an amount not to exceed \$11,035.84.

Respectfully Submitted,

Laura Fischer, General Manager