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Memorandum

To: The Honorable Board of Directors

From: Navid H. Mehram, P.E., Wastewater Chief Operating Officer

CC: GLWA Executive Leadership

Date: January 8, 2025

RE: 2403201 – Baby Creek Emergency Chemical Storage Tanks Replacement (CIP260624)

We are writing to advise you that changes to a project within the Task Order Engineering (TOES) Contract exceeds the \$500,000 individual task amount. Although this amended amount is within the purview of the CEO's general approval authority under GLWA's procurement policy, at the time the TOES contract was awarded, staff committed to notifying the Board of Directors of projects within the TOES contract that exceed \$500,000.

In 2023, we experienced a failure of the liner of our Baby Creek chemical storage tanks. As we worked to try to repair them, it became clear that the best and most economical solution was to replace them. Given that only one of four tanks remained in service, it was determined to be urgent to get the tanks replaced as quickly as possible before we experienced a similar failure on our last storage tank in service. At that time, we contracted with Wade Trim to provide two design packages for the demolition of existing tanks and the construction of new tanks. At that time, based on anticipated work of two design packages, an initial budget of \$390,000.00 was established. All design work will have been completed within the original budget.

The design packages have been completed and are either recently awarded (demolition) or currently being advertised for construction (replacement). GLWA amended the contract for continuity of service to Wade Trim for construction services. These services include field inspection, progress meetings, submittal review, RFI responses, contract administration, and various other services that may be needed during construction from the consultant. The work will be managed on a time and material basis and will be tracked by Wastewater Engineering.

To implement this solution, GLWA is increasing the project amount by \$603,839.00, bringing the total project cost to \$993,839.00. Any remaining amount will be refunded to GLWA.