

CAMBRIA COMMUNITY SERVICES DISTRICT

TO: Board of Directors

AGENDA NO. **4.B.**

FROM: John F Weigold, IV, General Manager

Meeting Date: August 15, 2019

Subject: CONSIDERATION OF APPROVAL OF
CHANGE ORDER TO WEST COAST
TREE SERVICE AND GRANDSTAFF
PAINT & PRESSURE WASH FOR
IMPOUNDMENT BASIN CLEANUP

RECOMMENDATIONS:

Staff recommends that the Board of Directors consider and approve change orders to West Coast Tree Service and Grandstaff Paint & Pressure Wash for the increased costs that were incurred in the cleanup of the impoundment basin at the Sustainable Water Facility (SWF).

FISCAL IMPACT:

Staff is recommending change orders to West Coast Tree Service and Grandstaff Paint & Pressure Wash in the amounts of \$33,600 and \$23,500, respectively, to resolve invoices related to costs incurred to clean up the impoundment basin at the SWF.

THE SWF operational plan is currently being evaluated due to closing of the impoundment basin. There may be unused budget within the services & supplies accounts, which can be reallocated to fund these change order recommendations. Staff would like to further evaluate the SWF operational plan and return to the Board during the mid-year budget review with any budget adjustment that may be necessary.

DISCUSSION:

As the Board is aware, the CCSD was ordered by the Regional Water Quality Control Board (RWQCB) to clean up and decommission the impoundment basin at the SWF. It was necessary to facilitate the cleanup effort expeditiously in order to meet the RWQCB's time requirements. Additionally, it was in the district's interest to complete these requirements before the annual premium (\$71,649) for our RWQCB-required bond came due.

Staff selected two local contracting firms, West Coast Tree Service and Grandstaff Paint & Pressure Wash, to conduct the cleanup operations. West Coast Tree Service removed solids from the basin and disposed of them at a landfill in the Paso Robles area. Their work was originally projected to cost no more than \$15,000 for labor and equipment and \$1,000 per truckload to the landfill, but the company subsequently submitted an invoice for a total of \$48,600 for their services. The larger amount was due to requirements for special equipment and tasks for work not included in their original bid.

Grandstaff Paint & Pressure Wash was hired to pressure wash and clean several large (25 ft. by 35 ft.) metal enclosures and concrete floors and to pressure wash and clean the impoundment basin liner. The company originally quoted the work at between \$4,000 and \$8,000, however

they needed to acquire additional equipment and encountered a number of unexpected issues in accomplishing the work. After submitting an initial invoice in the amount of \$26,000, they have asked for additional compensation in the amount of \$5,500, for a total of \$31,500.

Given the necessity of meeting the RWQCB's deadline for cleaning up and decommissioning the impoundment basin, and to avoid an additional bond premium payment, staff believes payment of the additional costs is prudent. It should also be noted that representatives of the RWQCB inspected the contractor cleanup work and were very satisfied with the results. A letter releasing the District from financial assurance obligations has been issued and is being forwarded to the bond company with our request for cancellation. The RWQCB will formally terminate the Title 27 order for the impoundment basin, which is tentatively scheduled to be reviewed at its September board meeting.

The CCSD purchasing policy requires Board approval for all purchases greater than \$25,000, not included within the annual budget. Accordingly, it is recommended that the Board authorize the change order requests for both West Coast Tree Service and Grandstaff Paint & Pressure Wash in order to avoid any potential claims.

BOARD ACTION: Date _____ Approved: _____ Denied: _____

UNANIMOUS: ___PIERSON ___ FARMER ___ RICE___ STEIDEL ___ HOWELL ___