City of Garden Grove

INTER-DEPARTMENT MEMORANDUM

To:

General Manager

From:

Keith G. Jones

Dept:

City Manager

Dept:

Public Works

Subject:

AMENDMENT NO. 1 TO COOPERATIVE

Date:

September 23, 2008

AGREEMENT NO. C-7-1176 BETWEEN ORANGE COUNTY TRANSPORTATION AUTHORITY (OCTA) AND GARDEN

GROVE SANITARY DISTRICT

OBJECTIVE

To receive District Board approval of Amendment No. 1 to Cooperative Agreement No. C-7-1176 between the Orange County Transportation Authority (OCTA) and Garden Grove Sanitary District.

BACKGROUND/DISCUSSION

On June 2, 2008, as part of the SR-22 improvements, OCTA and the District entered into Cooperative Agreement No. C-7-1176 to construct, operate and maintain a sewer lift station near Garden Grove Boulevard and Partridge Street known as the Thunderbird Lift Station.

The District recently opened bids for construction of the Thunderbird Lift Station. The eleven bids received were tightly grouped together reflecting the current cost of construction. The lowest responsive bid is higher than the engineer's estimate as well as being higher than the reimbursement amount agreed to in the original cooperative agreement, thereby requiring this amendment.

Amendment No. 1 will ensure that the District is fully compensated for actual construction costs that include a fifteen percent contingency to the cost of construction.

A summary of the amended cost estimate for OCTA is provided below:

	AUTHORITY	DISTRICT	TOTAL
Final Design, Construction, and Construction Management.	\$1,139,254	\$0	\$1,139,254
Operation and Maintenance	\$800,000	\$0	\$800,000
TOTAL	\$1,939,254	\$0	\$1,939,254

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FINANCIAL IMPACT

There will be no impact to the General Fund. Funding of the lift station will be provided by OCTA.

COMMUNITY VISION IMPLEMENTATION

The project is consistent with the community vision for maintaining and upgrading the sewer system to ensure maximum protection for public health and the environment.

RECOMMENDATION

It is recommended that the Board:

• Authorize the President and Secretary to execute Amendment No. 1 to the Cooperative Agreement No. C-7-1176 with the Orange County Transportation Authority.

Keith G. JONES

Public Works Director

By: William E. Murray, Jr.

City Engineer

Recommended for Approval

Matthew Fertal General Manager