

# CITY COUNCIL STAFF REPORT

DATE: November 24, 2025

**TO:** Honorable Mayor and City Council

FROM: Brent Smith, Community Development Director

**SUBJECT:** Resolution authorizing the acceptance for permanent maintenance, release of the

security bonds, and execution of a Notice of Completion for the Springtown Water

Service Replacements Project WT202314.

#### RECOMMENDED ACTION

Staff recommends the City Council adopt a resolution authorizing the acceptance for permanent maintenance, release of the security bonds, and authorizing the City Manager to sign the Notice of Completion for the Springtown Water Service Replacements Project WT202314.

#### **DECISION TYPE**

Administrative

## **SUMMARY**

On February 24, 2025, City Council awarded the contract for construction of the Springtown Water Service Replacements Project to Devaney Engineering, Inc. The contract was substantially completed on September 29, 2025, and reached final completion on October 15, 2025. The contract can now be accepted for permanent maintenance. The process to release the contractor's bonds can begin.

#### DISCUSSION

Polybutylene water service lines installed in portions of the Springtown neighborhood during the 1980's have exhibited a significantly higher failure rate compared to surrounding areas with similar conditions. To reduce water loss, minimize emergency repairs, and lower long-term costs, the 67 existing polybutylene service lines were replaced with more durable polyethylene lines. Following the completion of these replacements, all roadways in the neighborhood were slurry sealed and restriped to restore their appearance and condition post-construction. Additionally, the project scope was expanded to include pavement striping enhancements including bike lanes along Rhododendron Drive, in alignment with the Bicycle, Pedestrian, and Trails Active Transportation Plan.

The project was completed in accordance with the contract documents in a manner acceptable to the City Engineer.

At the time of award, the contractor provided a faithful performance bond guaranteeing completion of the project, and that bond must now be released. Six months after the date of the resolution accepting the project, the labor and materials bond guaranteeing the improvements should be reduced to an amount equal to any claims filed and of which notice has been given. The balance of the bond will be released upon the settlement of all claims and obligations for which the security was given (there are no known claims at this time). The security for the guarantee and warranty of work shall remain in effect for one year from the date of the resolution.

## FISCAL AND ADMINISTRATIVE IMPACTS

The original construction contract was \$647,011. The contingency budget for change orders is 10% of that amount or \$200,000, whichever is greater, per Municipal Code 2.68.590B. The final contract amount including three change orders was \$631,025. The total value of change orders was negative (\$15,986) which consisted primarily of credits for base bid items not used during construction. The Springtown Water Service Replacement Project PB202319 is funded with Water Replacement (Fund 642) and Measure BB-Local Street and Road (Fund 830) in the FY 2025-30 Capital Improvement Plan. The budget covers the cost for this construction contract, change orders, construction management, materials testing, inspection, and administration. No additional appropriations are required. This maintenance project will not result in any increase in operational or maintenance costs.

#### **COMMUNITY PILLAR**

1: A Safe Community That Thrives

## **GOAL**

11: Operate and maintain municipal water systems that provide safe, efficient delivery of potable and recycled water, collect and treat wastewater, and comply with all federal, state, and local regulations.

### **ATTACHMENTS**

- 1. Location Map
- 2. Resolution
- 3. Exibit A Notice of Completion

Prepared by: Mike Davis

Senior Engineering Technician

Approved by:

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