

City of Garden Grove

INTER-DEPARTMENT MEMORANDUM

To: Mathew J. Fertal
Dept: General Manager
Subject: PAYMENT TO THE MIDWAY CITY
SANITARY DISTRICT (MCSD)

From: Keith G. Jones
Dept: Public Works
Date: January 27, 2009

OBJECTIVE

To request Garden Grove Sanitary District (GGSD) Board approve final payment in the amount of \$82,794.75 to the Midway City Sanitation District (MCSD).

BACKGROUND

GGSD entered into a joint use sewerage agreement with the MCSD on April 14, 1997 of which the terms and conditions were imposed by the Local Agency Formation Commission (LAFCO). The agreement requires that the GGSD participate with MCSD all shared costs of upgrading its sewerage system in exchange for capacity rights that allow for a portion of GGSD's sewer flows to pass through the MCSD sewer system.

DISCUSSION

On January 22, 2008, GGSD Board approved a deposit to be made to MCSD in the amount of \$755,958.23 for its proportional share of overall bid award of \$1,374,469.50 to the lowest responsive bidder, Charles King Company, Incorporated. The project replaced 3,881 linear feet of joint use sewer main to address capacity deficiencies located between shared pipelines along 15th Street and Westminster Avenue (Attachment 1). The final payment to MCSD of this construction represents GGSD proportionate share for cost of change orders and construction inspection of the project. A Notice of Completion was filed with the County of Orange on October 29, 2008 and the final payment to the contractor has been made.

PAYMENT TO THE MIDWAY CITY SANITARY DISTRICT (MCSD)

January 27, 2009

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FINANCIAL IMPACT

This is a pre-planned budget item and funds are available in Fund 631.

COMMUNITY VISION IMPLEMENTATION

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

RECOMMENDATION

It is recommended that the GGSD Board:

- Approve the payment of the invoice in the amount of \$82,794.75 to the MCSD.


KEITH G. JONES
Public Works Director

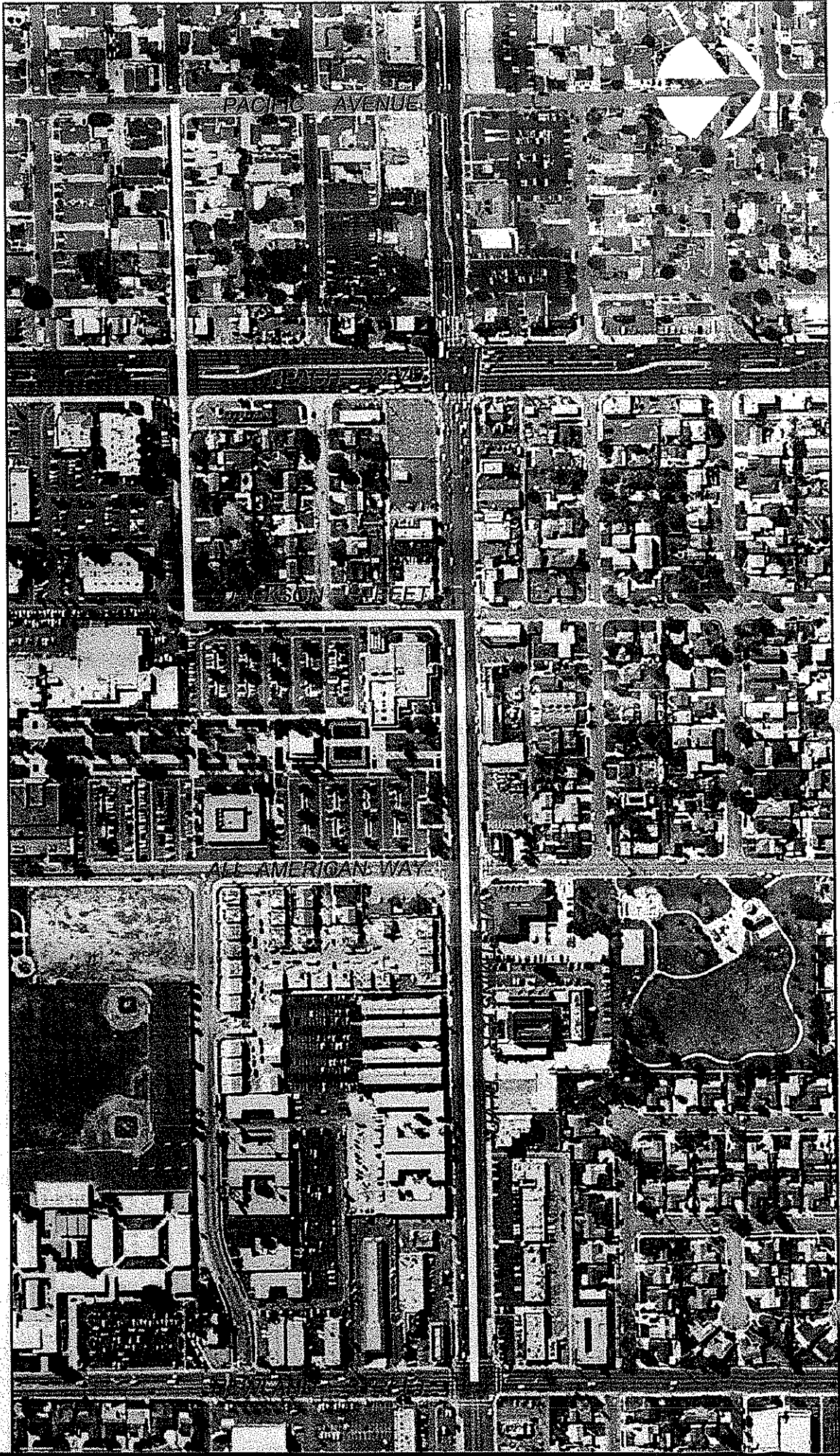

By: David E. Entsminger
Water Services Manager

Recommended for Approval


Matthew Fertal
General Manager

Attachment 1 - Location Map

Attachment 2 - MCSD letter of request for final payment



ATTACHMENT 1

City Of Garden Grove
 Department Of Public Works



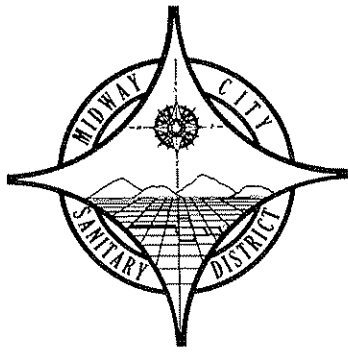
GARDEN GROVE



CHECKED BY: D.E.E. SCALE: N.T.S. PROJECT NO. DRAWING NO.

PREPARED BY: M.D. MIDWAY CITY SANITARY DIST.

DRAWN BY: M.D. SEWER PROJECT
 LOCATION MAP



Attachment 2

Board of Directors

Grace P. Epperson
Joy L. Neugebauer
Truong Diep
Al P. Krippner
Margie L. Rice

General Manager
Greg Nordbak

Assistant General Manager
Ken Robbins

December 5, 2008

Garden Grove Sanitary District
P.O. Box 3070
Garden Grove, California 92842

Attention: Dave Entsminger, District Sewer System Manager

RE: 15th Street / Westminster Blvd. Sewer Project Invoice – 55% Pro Rata Share for Construction Costs / Replacement of 3,780 Lineal Feet of Joint Usage Sewerage Facilities.

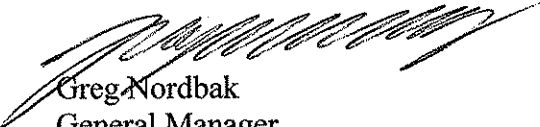
Original Construction Bid	\$1,374,469.50
Change Orders	\$88,810.92
Construction Observation	\$61,725.00
Total Construction Costs	\$1,525,005.40

The Garden Grove Pro Rata Share is **\$82,794.75** (55% of the difference in construction costs and job observation). This invoice is **Due and Payable within 30 Days**.

This is the final payment request for this project, construction observation and change orders are included as noted above.

Our District in partnership with the City of Garden Grove is pleased at the completion of another sewer project to benefit our rate payers. This project increases and enhances both the capacity and safety of our waste water systems.

Sincerely,


Greg Nordbak
General Manager
Midway City Sanitary District