



CONSOLIDATED COMMISSION ON UTILITIES
Guam Power Authority | Guam Waterworks Authority
P.O. Box 2977 Hagatna, Guam 96932 | (671)649-3002 | guamccu.org

GWA RESOLUTION NO. 06-FY2018

**RELATIVE TO APPROVAL OF CHANGE ORDER WORK FOR CONSTRUCTION
MANAGEMENT SERVICES FOR THE REHABILITATION OF GWA WELLS
(D-03, D-17, D-18, D-22, M-09) PROJECT W11-008-BDN**

WHEREAS, under 12 G.C.A. § 14105, the Consolidated Commission on Utilities (“CCU”) has plenary authority over financial, contractual, and policy matters relative to the Guam Waterworks Authority (“GWA”); and

WHEREAS, the Guam Waterworks Authority (“GWA”) is a Guam Public Corporation established, and existing under the laws of Guam; and

WHEREAS, GWA has received a grant from the United States Environmental Protection Agency (“USEPA”) under the State Revolving Fund (“SRF”) program to repair and rehabilitate the water and wastewater system infrastructure; and

WHEREAS, GWA has a number of important USEPA SRF projects including the rehabilitation, repair, or replacement of groundwater wells D-03, D-17, D-18, D-22, and M-09, which have been inoperable for a significant amount of time; and

WHEREAS, the inoperability of the wells has inhibited the full optimization of the island’s system water pressure and contributed to supply deficiencies, and the rehabilitation, repair, or replacement of groundwater wells D-03, D-17, D-18, D-22, and M-09, once they are put on line and operational, it will add almost 1,000 MGDs back to the island’s water system; and

WHEREAS, on December 30, 2015, GWA entered into a contract with EA Engineering, Science and Technology, Inc., PBC (EA) to perform the Construction Management (CM) Services for the Rehabilitation of GWA Wells D-03, D-17, D-18, D-22, and M-09 project; and

1
2 **WHEREAS**, on August 22, 2016, GWA awarded the construction contract for the
3 Island-wide Well Site Rehabilitation (D-03, D-17, D-18, D-22, and M-09) to Pacific Rim
4 Corporation with a completion date of August 22, 2017; and

5
6 **WHEREAS**, on August 22, 2017, GWA extended the construction contract for the
7 Island-wide Well Site Rehabilitation (D-03, D-17, D-18, D-22, and M-09) to November 25,
8 2017, to allow for extra time for the completion of the associated wells due to capacity issues
9 with some initial wells that required re-drilling and changes that were required for the electrical
10 systems; and

11
12 **WHEREAS**, due to the extension of the construction time, GWA requested a proposal
13 from EA to extend their CM contract to the new construction completion date of November 25,
14 2017; and

15
16 **WHEREAS**, GWA has discussed the proposal with the USEPA (the funding agency for
17 this project) and received the USEPA's support to use the SRF grant to fund CM contract
18 extension for the Island-wide Well Site Rehabilitation project; and

19
20 **WHEREAS**, GWA received a final proposal from EA on November 3, 2017 (SEE
21 EXHIBT A), in the amount of One Hundred Nineteen Thousand Three Hundred Eighty One
22 Dollars (\$119,381.00), and reviewed EA's proposal with GWA's PMO, and determined the
23 proposal as fair and reasonable; and

24
25 **WHEREAS**, CCU approved the original contract value for this project in the amount of
26 Seven Hundred Forty Nine Thousand One Hundred Eighty Four Dollars (\$749,184.00), plus a
27 ten percent (10%) contingency of Seventy Four Thousand Nine Hundred Eighteen Dollars and
28 Forty Cents (\$74,918.40), which brought the total authorized funding amount to a maximum of
29 Eight Hundred Twenty Four Thousand One Hundred Two Dollars and Forty Cents
30 (\$824,102.40); and

1 **WHEREAS**, with two (2) previously approved changed orders in the amount of Seventy
2 Four Thousand Seven Hundred Ninety Six Dollars and Thirty Two Cents (\$74,796.32), the
3 current total contract value is Eight Hundred Twenty Three Thousand Nine Hundred Eighty
4 Dollars and Thirty Two Cents (\$823,980.32); and

5
6 **WHEREAS**, GWA Management seeks CCU approval of the proposed Change Order
7 No. 3 in the amount of One Hundred Nineteen Thousand Three Hundred Eighty One Dollars
8 (\$119,381.00) which will bring the authorized funding for the Contract to Nine Hundred Forty
9 Three Thousand Three Hundred Sixty One Dollars and Thirty Two Cents (\$943,361.32); and

10
11 **WHEREAS**, funding for the change order work will be from the USEPA State
12 Revolving Fund and, if necessary, GWA Bond funds applicable to the project type; and

13
14 **NOW BE IT THEREFORE RESOLVED**, the Consolidated Commission on Utilities
15 does hereby approve the following:

- 16 1. The recitals set forth above hereby constitute the findings of the CCU.
- 17 2. The CCU finds that the terms of the fee proposal submitted by EA Engineering,
18 Science and Technology, Inc., PBC (EA) are fair and reasonable.
- 19 3. The CCU hereby authorizes the management of GWA to approve the Change
20 Order No. 3 in the amount of One Hundred Nineteen Thousand Three Hundred
21 Eighty One Dollars (\$119,381.00).
- 22 4. The CCU hereby further approves the total funding amount for this project to a
23 maximum of Nine Hundred Forty Three Thousand Three Hundred Sixty One
24 Dollars and Thirty Two Cents (\$943,361.32).

