

City of Craig 304 W. 4th Street Phone: (970) 826-2000 Fax: (970) 824-6539

MEMO

Date: August 23, 2021

To: Craig City Council

From: Peter Brixius

Subject: Sludge Line Grant Application Approval for Phase 3

The last phase of the sludge line project is being prepared for completion in 2022. The remainder of the line consists of 8,238 linear feet of 6" HDPE. The total project is estimated to cost \$989,085.05.

The Engineer's Opinion of Probable Cost is included in your packet. SGM's Alex Kordick, is the lead engineer on the project. Trevor Campbell is the City's Project Manager for the sludge line project and Mark Sollenberger has final approval of all work completed on the project as the ORC for collections and treatment at the Wastewater Treatment facility.

This project will provide many decades of service and complete the Sludge Line improvement project started in 2019 with work initiating in 2020. The entire sludge line when complete will consist of approximately 12,000 linear feet of 6" HDPE installation.

The EOPC estimate is \$989,085.05 which is up almost 10% from previous estimates due to the increase cost of resin used to manufacture the pipe. We will be requesting Tier 2 Grant funding in the amount of \$494,542.00 or 50% of the project cost.

We are asking Council to provide approval for the submission of the grant. Should the grant be approved, we will initiate an RFP process ASAP and select a contractor. The sooner we order materials for this project the better considering supply chain interruptions this past year.

Our grant must be submitted before September 3, 2021. There is only \$6,500,000 available in this cycle and I would not be surprised that our request would be short-funded.

Thank you,

Peter Brixius