

Meeting Date: August 25, 2010

**FIRST AMENDMENT TO AGREEMENT WITH CRUISE AND
ASSOCIATES FOR MATERIALS MANAGEMENT OF THE
HAZELTINE AND ROAD RUNNERS REST GRAVEL PIT SITES
AGREEMENT 12720A**

 Action by Consent Action Information

For the past three years, Denver Water has contracted with Cruise and Associates to remove remaining material in the enlarged Hazeltine gravel pit and manufacture material for Denver Water's use. To date, Cruise and Associates (C&A) has removed over a million cubic yards (cy) of material, with an additional two million cy of material remaining on site. The 2010 contract with C&A included 100,000 cy of common fill loadout, based on the fill demand in 2009.

In 2010, demand for material has increased. The contract's quantities are nearly all utilized. Denver International Airport has requested that C&A load 500,000 cy of common fill material for a Stapleton project. This contract would remove half the common fill remaining in the pit over a 10-month period. Denver Water would pay C&A for loading at the contract rate of \$0.80/cy or \$400,000. C&A's contract would be extended 7 months until August 1, 2011 and would include another \$18,750 per month (\$131,250 total) for site maintenance and dewatering. Another 80,000 cy of miscellaneous common fill orders are also anticipated over this time at a cost of \$100,000. Staff will review the viability of removal of remaining materials following the first quarter of 2011.

An amendment of \$611,250.00 and a time extension to August 1, 2011 is proposed to Cruise and Associates' current contract.

There is no Small/Minority/Women Business Enterprise (SMWBE) goal for this project.

The 2010 Capital Improvement Plan (MPC 1AL0228) includes \$505,290.00 for the project. An additional \$110,000.00 was transferred to this project from MPC 1AL0001 Gravel Pit Storage (miscellaneous account) to cover the cost of manufacture of slope protection material by C&A. The additional requested amount of \$611,250.00 in this Agreement will require a variance of \$250,000.00 to the 2010 Capital Improvement Plan for the amount to be completed in 2010. The anticipated 2011 budget of this project is \$600,000.00.

RECOMMENDATION

It is recommended the Board authorize the First Amendment to Agreement 12720A to Cruise and Associates for Material Management at the Hazeltine site in the amount of \$611,250.00 and extend the completion date to August 1, 2011.

Budget Considerations

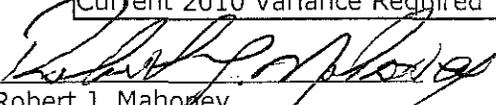
Master Plan Code(s): 1AL0228 & 1AL0001

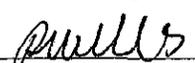
- Budgeted Item ○ Unbudgeted Item ● Funds transferred from another project:

Budget Information

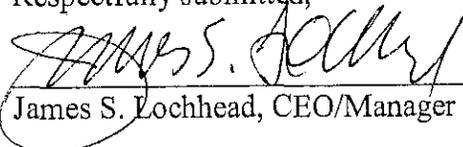
2010 Budget	\$505,290.00
Previously Transferred In	\$110,000.00
Revised 2010 Budget	\$615,290.00
Amount Requested This Item	\$250,000.00
YTD Expenditures	\$449,455.00
Additional Expenditures Anticipated	\$415,835.00
Revised 2010 Estimate	\$865,290.00
Current 2010 Variance Required	\$250,000.00

Approvals:


Robert J. Mahoney
Director of Engineering


Patricia L. Wells
General Counsel

Respectfully submitted,


James S. Lochhead, CEO/Manager