TO: Dale Tech
FROM: Morgan Falcone
Engineering Project Engineer

DATE: 03/16/2017

RE: Exception to Section 7.40 of the Construction Specifications – Reduce the amount of work done by the general contractor to thirty (30) percent (%).

East Rapid City Water Expansion Morris Lane Pressure Reducing Valve (PRV) Facility Project No. 14-2195/CIP #50964.C located at the intersection of Morris Lane and Radar Hill Road.

Legal Description: Lot B of Government Lot 1 less Lots B-1, B-2 and B-3 thereof and Government Lot 2 less Railroad and Highway Rights of Way, all in Section 19 of Township 1 North, Range 9 East of the Black Hills Meridian, Pennington County, South Dakota.

The Engineering Services Division requests authorization to revise Paragraph 7.40 of Section 7-General Conditions of the City of Rapid City Standard Specifications for the East Rapid City Water Expansion Morris Lane Pressure Reducing Valve (PRV) Facility Project No. 14-2195/CIP #50964.C. The revised specification will allow the contractor to perform, with his own organization, work amounting to not less than 30% of the original contract price instead of the standard fifty (50) percent (%). Because the Morris Lane Pressure Reducing Valve (PRV) Facility project consists of multiple subcontractor disciplines and no one discipline will likely encompass 50% of the work, it may be difficult for the Contractors to meet the 50% requirement. Therefore, in order for them to bid, staff is requesting that this percentage be reduced to 30%. City Staff believes it is in the best interest of the City to reduce the requirement.

The reason this item did not go through Public Works Committee is because it is time sensitive. The Pre-bid Meeting for this project was held on March 16, 2017, and Contractors expressed concerns about meeting the 50% requirement. The bid opening for this project is scheduled for March 28, 2017.