

CITY OF SHELLEY  
SPECIAL MEETING  
MINUTES

MAY 29, 2008

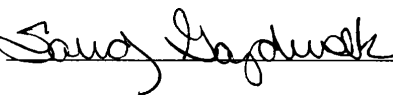
PRESENT: Mayor Eric Christensen  
Council Members: Steve Cederberg, Lorin Croft and Charlotte Fredrickson  
City Clerk: Sandy Gaydusek

Mayor Christensen opened the meeting at 9:30 a.m. to discuss awarding the bids for the new waste water treatment plant. Ted Hendricks presented a project analysis worksheet for funding sources and the use of funds (see attached). He said DEQ is requiring that all funds for the treatment plant project must be obligated before the bids can be awarded. Ted said the City of Shelley must commit 2.3 million dollars to the project since judicial confirmation has not been completed. He said the city has obligated 6 million dollars already, but the additional 2 million is needed for the project due to a reduction in interest by DEQ. Ted said they would like to award the project construction costs as well as the soft costs. The total project cost is \$22,398,275.00. Ted said the construction will take two years from start to finish, and during that time other funds should become available, however at this time we need to obligate funds that are available now.

Ted said if the city will obligate the 2.3 million dollars from their reserves so the bid can be awarded, there will be a reimbursement agreement for the city to re-coup those funds when judicial confirmation is done. He said if the city cannot obligate those funds the project cannot be awarded, and the project will need to go back out to bid. This is risky because there was a million dollars between the two lowest bids; if the project is rebid it will most likely be bid higher and increase project costs. Ted said he intends to approach the City of Ammon to see if they will commit an additional 1 million with their 7 million so the soft costs can also be awarded. Lorin moved, Charlotte seconded to appropriate 2.3 million dollars to the construction of the Oxbow Treatment Plant from the Sewer and Sewer Reserve Fund and the State Revenue Sharing Fund so the project bid can be awarded prior to judicial confirmation. Approved three in favor, one absent.

Adjourned: 10:03 a.m.

ATTEST:



APPROVE:



**SOURCES AND USES OF FUNDS**  
EASTERN IDAHO REGIONAL WASTEWATER AUTHORITY  
PROJECT 2 - OXBOW WASTEWATER TREATMENT PLANT, CONSTRUCTION ONLY

Project No. 01-03-0057

Project: REGIONAL SEWER PROJECT

Date: 15-Mar-07

Client: EIRWWA (Shelley, Ammon, Bonneville Cty, Bin

Prepared by: BEC

Path: Shelley, City of\01-03-0057 - 01-03-0057.P2P File: m1103 Plant150 Fund\03-15-07 Project Costs.dwg\Oxbow-Construction & Uses-General.Gantt

NUMBER	TYPE	DESCRIPTION	ENTITY	TOTAL
1	Grant	ACOE Section 595 Grant - Design	Army Corps of Engineers	\$ -
2	Cash	Match for Section 595 Grant/Reserves	Shelley/Ammon	\$ -
3	Grant	ACOE Section 595 Grant - Construction	Army Corps of Engineers	\$ 5,398,275.00
4	Bond	Bond Proceeds - Match for Section 595 Grant	City of Shelley	\$ 1,799,425.00
5	Bond	Bond Proceeds - State of Idaho SRF	City of Shelley	\$ 4,200,575.00
6	Bond	Bond Proceeds - State of Idaho SRF	City of Ammon	\$ 7,000,000.00
7	Cash	Reserves	City of Shelley	\$ 1,300,000.00
8	Cash	Surplus Funds	City of Shelley	\$ 1,000,000.00
9	Loan	Judicial Confirmation	City of Shelley	\$ -
10	Private	Developer Investment	Presidio Capital	\$ -
<b>Total Project Funds</b>				<b>\$ 20,698,275.00</b>

**USE OF FUNDS**

NUMBER	TYPE	DESCRIPTION	ENTITY	TOTAL
<b>Construction Costs</b>				
1	Contractor	Base Contract	RSCI	\$ 17,329,095.61
2	Contractor	Added Alternative - Sludge Dewatering	RSCI	\$ 2,078,519.57
3	Contractor	Added Alternative - Administration Building	RSCI	\$ 694,114.00
4	Contractor	Added Alternative - Maintenance Building	RSCI	\$ 501,244.00
5	Contractor	Added Alternative - Biosolids Removal	AWS Dredging	\$ 82,789.30
6	Contractor	Contingency		\$ 12,512.52
SubTotal				\$ 20,698,275.00
<b>Support Costs</b>				
1	Admin	Administration for grant money-Design	ACOE	\$ -
2	Admin	Administration for grant money-Construction	ACOE	\$ -
3	Consultant	Engineering Contract	Forsgren	\$ -
4	Consultant	Redesign Fees	Forsgren	\$ -
5	Consultant	Administration & Financial Support-Shelley	ECIPDA	\$ -
6	Consultant	Administration & Financial Support-Ammon	ECIPDA	\$ -
7	Consultant	Legal	Anderson, Hall, Smith	\$ -
8	Consultant	Legal	Moore, Buxton, Smith	\$ -
				\$ -
<b>Incidental Costs</b>				
1				
2				
3				
				\$ -
<b>Total Project Costs</b>				<b>\$ 20,698,275.00</b>

**NET PROJECT FUNDS**

NUMBER	TYPE	DESCRIPTION	ENTITY	TOTAL
1		Net of Funding		\$ -

Project const. & soft costs

**FORSGREN**  
Associates Inc.

**PROJECT ANALYSIS WORKSHEET**  
**SOURCES AND USES OF FUNDS**  
**EASTERN IDAHO REGIONAL WASTEWATER AUTHORITY**  
**PROJECT 2 - OXBOW WASTEWATER TREATMENT PLANT, CONSTRUCTION**

Project No. **01-03-0057**  
Project: **REGIONAL SEWER PROJECT** Date: **15-Mar-07**  
Client: **EIRWWA (Shelley, Ammon, Bonneville Cty., Bin** Prepared by: **BEC**

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NUMBER	TYPE	DESCRIPTION	ENTITY	TOTAL
1	Grant	ACOE Section 595 Grant - Design	Army Corps of Engineers	\$ -
2	Cash	Match for Section 595 Grant/Reserves	Shelley/Ammon	\$ -
3	Grant	ACOE Section 595 Grant - Construction	Army Corps of Engineers	\$ 5,398,275.00
4	Bond	Bond Proceeds - Match for Section 595 Grant	City of Shelley	\$ 1,799,425.00
5	Bond	Bond Proceeds - State of Idaho SRF	City of Shelley	\$ 4,200,575.00
6	Bond	Bond Proceeds - State of Idaho SRF	City of Ammon	\$ 8,000,000.00
7	Cash	Reserves	City of Shelley	\$ 1,300,000.00
8	Cash	Surplus Funds	City of Shelley	\$ 1,000,000.00
9	Loan	Judicial Confirmation	City of Shelley	\$ -
10	Private	Developer Investment	Presidio Capital	\$ -
<b>Total Project Funds</b>				<b>\$ 21,698,275.00</b>

**USE OF FUNDS**

NUMBER	TYPE	DESCRIPTION	ENTITY	TOTAL
<b>Construction Costs</b>				
1	Contractor	Base Contract	RSCI	\$ 17,329,095.61
2	Contractor	Added Alternative - Sludge Dewatering	RSCI	\$ 2,078,519.57
3	Contractor	Added Alternative - Administration Building	RSCI	\$ 694,114.00
4	Contractor	Added Alternative - Maintenance Building	RSCI	\$ 501,244.00
5	Contractor	Added Alternative - Biosolids Removal	AWS Dredging	\$ 82,789.30
6	Contractor	Contingency		\$ 106,112.52
		SubTotal		\$ 20,791,875.00
<b>Support Costs</b>				
1	Admin	Administration for grant money-Design	ACOE	\$ -
2	Admin	Administration for grant money-Construction	ACOE	\$ 97,700.00
3	Consultant	Engineering Contract	Forsgren	\$ 1,095,000.00
4	Consultant	Redesign Fees	Forsgren	\$ 80,000.00
5	Consultant	Administration & Financial Support-Shelley	ECIPDA	\$ 198,700.00
6	Consultant	Administration & Financial Support-Ammon	ECIPDA	\$ 75,000.00
7	Consultant	Legal	Anderson, Hall, Smith	\$ 20,000.00
8	Consultant	Legal	Moore, Buxton, Smith	\$ 40,000.00
				\$ 1,606,400.00
<b>Incidental Costs</b>				
1				
2				
3				
				\$ -
<b>Total Project Costs</b>				<b>\$ 22,398,275.00</b>

**NET PROJECT FUNDS**

NUMBER	TYPE	DESCRIPTION	ENTITY	TOTAL
1		Net of Funding		\$ (700,000.00)