



1202 Musser Street
Muscatine, IA 52761-1645
(563) 263-2752
Fax (563) 263-3720

WATER POLLUTION CONTROL

MEMORANDUM

To: Gregg Mandsager, City Administrator

CC: Nancy Lueck, Finance Director
Fran Donelson, Secretary

From: Jon Koch, WPCP Director

Date: May 5, 2015

Re: Dredge Line Mad Creek Crossing Change Order #1

INTRODUCTION: The cost of special railroad insurance was an unanticipated cost for the City and the contractor. The cost to the contractor, Sulzberger Excavating, is \$2878.50. This cost will be passed on to the City in the form of a change order since Sulzberger Excavating has been instructed to acquire this insurance.

BACKGROUND: Due to new rules starting in January 2015, the City insurance carrier did not anticipate these extra costs. In the course of acquiring the license to bore under the railroad tracks, new insurance requirements were put in place for extra coverage for the railroad. Because of the unique nature of construction under train tracks this requirement was not included in the cost bid by the contractor.

RECOMMENDATION/RATIONALE: Staff recommends approval of Change Order #1 for the Dredge Line Mad Creek Crossing Project in the amount of \$2878.50 for the reimbursement of special railroad insurance required to be carried by the contractor.