



August 21, 2024

Bruce Westby
 City of Ramsey
 7550 Sunwood Drive NW
 Ramsey, MN 55303

Re: Ramsey Water Treatment Plant – Change Order No. 02

Dear Mr. Westby:

AE2S continues to oversee the construction of the City of Ramsey’s new WTP. Magney has completed the concrete pours for the reservoir as well as most of the concrete pours at the main level of the Water Treatment Plant. Magney has also completed both the Backwash Tank and Clearwell base slabs, walls, and top slabs. Concrete pours for the walls of all filter basins have begun. Electrical conduit has been installed within the electrical room and CMU block walls have been constructed. Our engineering team has continued to coordinate with Magney and further refine the installation details of future pieces of equipment. As construction and coordination has progressed we have identified some items that will require adjustments. This letter is intended to outline those adjustments and summarize the current project budget in order for the City to fully understand the status of the project.

Change Order No. 02 Summary:

Magney Construction, Inc. requests an 88-day construction time extension due to permitting delays at the beginning of the project outside of the Contractor’s control. These delays include time lost due to, and/or associated with, the Department of Labor and Industry's (DOLI) request for additional information/denial letter, time lost due to the required issuance of redesigned or modified drawings, DOLI approvals, submittance of required documentation, including, but not limited to, SAC determinations, special inspections, Building Department permit review and approval process. The following table lays out the associated dates of events that make up the 88-day loss in construction period.

4/17/2023	Plans & Specifications sent to City of Ramsey - Building Division
4/18/2023	Contractor's license application submitted
4/19/2023	Contractor's license approved
4/21/2023	Formal building permit application submitted and fee paid
4/27/2023	Contractor received notice that building permit was denied due to DOLI review, jobsite address, SAC determination, updated civil & plumbing drawings required.
4/27/2023	Contractor sent denial letter to AE2S with action items and notice of delay
5/10/2023	Contractor received updated plan sheet w/ site address received
5/12/2023	Contractor received special inspections form complete w/ signatures
5/17/2024	DOLI sent over approval
5/18/2023	Contractor received revised and DOLI approved plan sheets
5/22/2023	Confirmed submission of all documents to Building Division, except for SAC determination
5/22/2023	Contractor noted delay will impact project cost & schedule. AE2S advised contractor to keep track of delay.
6/23/2023	City of Ramsey - Building Division advised of plumbing design issues & DOLI letter
6/23/2023	Resolved plumbing design & DOLI issues
7/24/2023	Received notification that permit was approved
7/25/2023	Permit was picked up and fee paid



To adequately encompass all effects of those delays, this Change Order will cover all known and unknown construction impacts to the effective date of this Change Order. This includes all time and financial impacts that result from processed permits, submittals, RFIs, RFPs, contractor proposals, purchase orders, change orders, and any construction activities to date. No cost implications as a result of the delays described above will be considered. Proposals 011, 022, 023, 024, 025, and 026 will be excluded as they were under review at the time the Change Order was issued to the Contractor. It is not expected that construction delays will result from any of those proposals.

Project Cost Summary:

Construction Contract Budget

Expense No.	Subtotal
Original Construction Contract	\$31,528,500.00
Change Order No. 1	\$794,153.71
Total Construction Contract	\$32,322,653.71
Total Billed	\$15,505,225.09
Retainage	\$775,261.25
Total Compensated and Stored to Date	\$14,729,963.84
Balance to Finish Plus Retainage	\$17,592,689.87
Percent Completed	49.2%

Note: Summary includes up to Pay Application No. 14.

Construction Contract Times

Contract Times	Date
Substantial Completion:	May 1, 2025
Final Completion:	August 1, 2025
Change Order No. 2 (Increase/Decrease)	+ 88 Days*
Substantial Completion:	July 28, 2025
Final Completion:	October 28, 2025

*Included in this Change Order No. 02

In summary, AE2S continues to support and track the progress of the WTP and will provide updates as necessary for Ramsey to make responsible decisions on the progress of the WTP. Change Order No. 02 is being submitted to Ramsey to formally consider and take action on. Should you have any further questions please do not hesitate to contact me at my e-mail Ryan.Hanson@AE2S.com or on my cell phone at 612-220-0154.

Submitted in Service,
AE2S

Ryan Hanson, PE
Assistant Project Manager

Change in Contract Times
[State Contract Times as either a specific date or a number of days]

Change in Contract Price	Change in Contract Times
Original Contract Price: \$ <u>31,528,500.00</u>	Original Contract Times: Substantial Completion: <u>May 1, 2025</u> Ready for final payment: <u>August 1, 2025</u>
Increase from previously approved Change Orders No. 1 to No. 2: \$ <u>794,153.71</u>	[Increase] [Decrease] from previously approved Change Orders <u>No. 0</u> to <u>No. 1</u> : Substantial Completion: <u>N/A</u> Ready for final payment: <u>N/A</u>
Contract Price prior to this Change Order: \$ <u>32,322,653.71</u>	Contract Times prior to this Change Order: Substantial Completion: <u>May 1, 2025</u> Ready for final payment: <u>August 1, 2025</u>
Increase this Change Order: \$ <u>0</u>	Increase this Change Order: Substantial Completion: <u>88 days</u> Ready for final payment: <u>88 days</u>
Contract Price incorporating this Change Order: \$ <u>32,322,653.71</u>	Contract Times with all approved Change Orders: Substantial Completion: <u>July 28, 2025</u> Ready for final payment: <u>October 28, 2025</u>

Recommended by Engineer (if required)

By: Ryan Hanson

Title: Assistant Project Manager

Date: June 4, 2024

Accepted by Contractor



Kevin Vranicar

President

August 7, 2024

Authorized by Owner

By: _____

Title: _____

Date: _____

Approved by Funding Agency (if applicable)
