MEMORANDUM

TO: Programs, Projects & Operations Subcommittee

SUBJ: Washington County Rural Water #1 Contract Award for Waterline Extension

DATE: February 28, 2008

FROM: Dick Sklenar

Bids were opened on February 26 with regards to constructing a 6 inch water line for about 1 ¼ miles. The proposed route (see attached map) would parallel Hwy. 75, south of the unincorporated area of Nashville. Permits from the Nebraska Department of Roads, and the Douglas County Highway Department have been acquired for this project.

The project involves the use of Horizontal Directional Drilling (HDD) technology. This type of construction allows the District to avoid the expense and trouble of restoring disturbed guardrails, driveway entrances, vegetation, road signage, wetlands, etc.

The project is necessary to enhance the capability of serving future customers in the immediate area. The project is to be funded by the Washington County Rural Water #1 system. The engineer’s (HGM Assoc.) estimate for this work is $171,160.00. Based on our current water purchase agreement with the Metropolitan Utilities District, this project is eligible for a rebate of capital facilities charges remitted to M.U.D over the years. Qualifying projects include over-sizing main extensions, reinforcing mains, and other capital improvements that increase system delivery capabilities.

The following bids were received;

<table>
<thead>
<tr>
<th>Contractor</th>
<th>Bid Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>1.) Kerstens &amp; Lee Inc.</td>
<td>$155,467.00</td>
</tr>
<tr>
<td>2.) Anchor Constr.</td>
<td>$339,946.00</td>
</tr>
<tr>
<td>3.) Heimes Corp.</td>
<td>$184,034.54</td>
</tr>
<tr>
<td>4.) Lan-Tel Communications</td>
<td>$124,711.30</td>
</tr>
<tr>
<td>5.) K2 Construction</td>
<td>$135,884.19</td>
</tr>
<tr>
<td>6.) Cedar Construction</td>
<td>$242,132.50</td>
</tr>
<tr>
<td>7.) M.E. Collins</td>
<td>$168,720.00</td>
</tr>
</tbody>
</table>

It is recommended that the Subcommittee recommend to the Board of Directors that the contract for the 6 inch waterline extension along Hwy. 75 for the Washington County RW #1 system be awarded to Lan-Tel Communications in the amount of $124,711.30.
February 27, 2008

Mr. Dick Sklenar
Papio-Missouri Natural Resources District
8901 South 154th Street
Omaha, NE 68138-3621

Subject: Washington County Rural Water System No. 1
Water Main Extension
HGM Project No. 71613 (70387)
Bid Recommendation

Dear Mr. Sklenar:

Bids were received on February 26, 2008 for the construction of the proposed Water Main Extension for Washington County Rural Water System No. 1. Seven bids were received. A copy of the bid tabulation is attached.

We recommend the contract for the water main construction for Alternate A be awarded to the low bidder, Lan-Tel Communication & Underground Services Company in the amount of $124,711.30. The bid by Lan-Tel is less than the Engineer’s opinion of probable costs and Lan-Tel is an experienced water contractor.

Sincerely,
HGM Associates Inc.

William J. Glismann, P.E.
Senior Project Manager

Attachment