BEFORE THE IDAHO WATER RESOURCE BOARD

IN THE MATTER OF THE PRIEST LAKE WATER MANAGEMENT PROJECT CONTSTRUCTION (PHASE 4)

RESOLUTION TO COMMIT ADDITIONAL FUNDING AND CHANGE ORDER #3 APPROVAL FOR THE PRIEST LAKE OUTLET DAM CONSTRUCTION CONTRACT

1	WHEREAS, the State of Idaho owns the Priest Lake Outlet Dam (dam) which was constructed in
2	1950 and reconstructed in 1978 as an outlet control structure to maintain lake levels in Priest Lake in
3	accordance with Idaho Code § 70-507; and
4	
5	WHEREAS, as a result of drought conditions in northern Idaho in 2015 and 2016, it was difficult
6	to maintain required lake pool levels and downstream minimum flows in the Priest River during the
7	recreational season; and,
8	
9	WHEREAS, in 2016 the Idaho Water Resource Board (IWRB) authorized the expenditure of funds
10	from the Revolving Development Account to complete the Priest Lake Water Management Study to
11	evaluate strategies to meet long-term water management objectives for the Priest Lake and Priest River
12	system; and
13	
14	WHEREAS, bids were opened in July 2020 and Strider Construction Co., Inc. (Strider) provided
15	the low bid for the construction of the Outlet dam portion of the Priest Lake Water Management
16	Project; and
17	
18	WHEREAS, in August 2020, the IWRB authorized the expenditure of funds from the Revolving
19	Development Account for the construction of the Outlet dam portion and executing necessary
20	contracts; and
21	
22	WHEREAS, on August 20, 2020, the IWRB executed a contract with Strider for Outlet dam
23	construction, which requires Strider substantially complete construction by April 1, 2021; and
24	
25	WHEREAS, in February 2021, Strider, indicated it had encountered conditions not anticipated at
26	the dam and indicated it may take more than one season to complete the construction; and
27	
28	WHEREAS, Mott MacDonald (MM), the Project engineer and Owner's Representative, evaluated
29	Strider's claim and recommended moving the remainder of the work to a second season. MM's
30	recommendation was based upon project performance thus far and risk associated with a tight
31	construction timeline and spring runoff; and
32	
33	WHEREAS, on February 18, 2021, the IWRB approved a project extension of one year; and
34	

35 WHEREAS, over the summer and fall of 2021 MM, Strider, and IWRB staff negotiated items related to Strider's requested additional season one and season two costs above the original contract 36 37 amount. Currently, there are items of agreement and disagreement; and 38 39 WHEREAS, the project construction contract requires that all change orders greater than \$100,000 must be approved by the IWRB. Currently, staff has included all mutually agreed upon items 40 41 into one change order for IWRB approval. This change order amount is \$364,161.84 which includes costs 42 relating to radial gate items and extending the work into a second season for settlement purposes; and 43 44 WHEREAS, to pay for the change order and to provide contingency funds, staff requests the 45 IWRB authorize an additional commitment of funds not to exceed \$450,000 from the Revolving Development Account to the Priest Lake Water Management Project; and 46 47 48 NOW, THEREFORE, BE IT RESOLVED that the IWRB authorizes an additional commitment of 49 funds not to exceed \$450,000 from the Revolving Development Account to the Priest Lake Water 50 Management Project; and 51 52 NOW, THEREFORE, BE IT FURTHER RESOLVED that the IWRB authorizes approval of Change 53 Order # 3 for an amount not to exceed \$364,161.84.

Dated this 29th day of October 2021

Jeff Ravbould. Idaho Water Resource Board

ATTEST

Jo Ann Cole-Hansen, Secretary