

**INDIAN RIVER COUNTY  
OFFICE OF MANAGEMENT AND BUDGET  
PURCHASING DIVISION**

**DATE:** May 5, 2023

**TO:** BOARD OF COUNTY COMMISSIONERS

**THROUGH:** John A. Titkanich, County Administrator  
Kristin Daniels, Budget Director

**FROM:** Jennifer Hyde, Purchasing Manager

**SUBJECT:** Third Amendment to Agreement for Annual Lift Station Rehabilitation (Bid 2019047)

**BACKGROUND:**

The Board of County Commissioners awarded bid 2019047 to Hinterland Group, Inc., on June 4, 2019, for as needed rehabilitation of lift stations and other appurtenances at wastewater facilities. On September 17, 2019, the first amendment to the agreement was approved, appending the items of work, and the first renewal and second amendment was approved by the Board on May 17, 2022. The term of the first renewal is through June 3, 2024, with no additional renewals available.

**DISCUSSION:**

The agreement, incorporating the invitation to bid by reference, requires the contractor to provide a public construction bond for each work order over \$100,000. Hinterland has provided bonds, as required, however staff has determined the requirement for bonds to be unnecessary.

Because the contractor is not paid until each project is completed in full, there is no risk of loss to the County that would require a bond. Bonding adds cost, and time delay to the overall projects. Therefore, staff would like to remove the requirement for public construction bonds.

**SOURCE OF FUNDS:**

Funds are available in the Utilities/WW Collection/Lift Station Rehabs account (47126836-044699-19512) in the operating fund. Operating funds are generated from water and sewer revenues. The available amount reflected below includes funds currently encumbered to requisitions for three upcoming projects.

| <b>Account Name</b>                                 | <b>Account Number</b> | <b>FY 2023 Budget</b> |
|---|-----------------------|-----------------------|
| Utilities/Wastewater Collection/Lift Station Rehabs | 47126836-044699-19512 | \$510,796             |

**RECOMMENDATION:**

Staff recommends the Board approve the third amendment to the agreement, and authorize the Chairman to execute it after the County Attorney has approved it as to form and legal sufficiency.

**ATTACHMENTS:**

Third Amendment to Agreement for Lift Station Rehabilitation Services