

# COUNCIL DECISION REQUEST

SUBJECT: Water Tank Maintenance

MEETING DATE: May 5, 2011

PAYSON GOAL: NEW:            EXISTING:

ITEM NO.:

TENTATIVE SCHEDULE: Fall, 2011

SUBMITTED BY: Buzz Walker



AMOUNT BUDGETED: \$58,021.00

SUBMITTAL TO AGENDA  
APPROVED BY TOWN MANAGER

EXPENDITURE REQUIRED: \$58,021.00

  
\_\_\_\_\_

CONT. FUNDING REQUIRED: -0-

EXHIBITS (If Applicable, To Be Attached): Tank maintenance contracts (three each).

---

**POSSIBLE MOTION: I MOVE TO AUTHORIZE THE MAYOR TO SIGN ALL DOCUMENTS NECESSARY TO ENTER INTO A CONTRACT WITH UTILITY SERVICE CO., INC. FOR THE ANNUAL MAINTENANCE OF THE AIRPORT #2, BEELINE AND WQARF WATER STORAGE TANKS IN AN INITIAL AMOUNT OF \$58,021.00 ANNUALLY AND TO ALLOCATE ALL COSTS TO THE WATER ENTERPRISE FUND.**

**SUMMARY OF THE BASIS FOR POSSIBLE MOTION:** In 2001 the Payson Water Department entered into an a CONTRACT WITH Utility Services Co., Inc. for the periodic maintenance of ten large steel water storage tanks. Three newer tanks were not included in that initial service contract. These three tanks are now due for interior and exterior recoating and safety modifications. In order to add them to the service contract we must take formal Council action to do so. Payment for each tank is not due until the first renovation of each tank. No funds will be expended this fiscal year.

**PROS: Allows for the routine and professional maintenance of vital public water system facilities.**

**CONS:** N/A

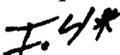
**PUBLIC INPUT (if any):** N/A

**BOARD/COMMITTEE/COMMISSION ACTIONS/RECOMMENDATIONS (if any) (give dates and attach minutes):**

661-5-5451-02-6201

**FUNDING:**

Acct:	Budget:	Available:	Expense:	Remaining:
Acct:	Budget:	Available:	Expense:	Remaining:
Acct:	Budget:	Available:	Expense:	Remaining:

MAY 05 2011 

# ***COUNCIL DECISION REQUEST***

3A: \_\_\_\_\_ Date: \_\_\_\_\_

# Town of Payson, AZ

## February 22, 2011

	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9	Year 10
<b>Airport #2 Tank</b> 500,000 gal	\$ 33,033	\$ 33,033	\$ 33,033	\$ 33,033	\$ 33,033	\$ 15,549	\$ 15,549	\$ 15,549	\$ 17,182	\$ 17,182
<b>Bee Line Tank</b> 30,000 gal	Exterior & Renovation and Repairs \$ 10,203	\$ 10,203	\$ 10,203	Interior & Renovation and Repairs \$ 10,203	\$ 10,203	\$ 3,806	\$ 3,806	\$ 3,806	Exterior Renovation & Repairs \$ 4,206	\$ 4,206
<b>WARPO Tank</b> 100,000 gal	Exterior & Interior Renovation and Repairs \$ 14,785	\$ 14,785	\$ 14,785	\$ 14,785	\$ 14,785	\$ 5,429	\$ 5,429	\$ 5,429	\$ 5,999	Exterior Renovation & Repairs \$ 5,999
<b>TOTAL</b>	\$ 58,021	\$ 58,021	\$ 58,021	\$ 58,021	\$ 58,021	\$ 24,784	\$ 24,784	\$ 24,784	\$ 27,386	\$ 27,386

\* the fee in year 6 will be adjusted for inflation every three years; pricing for year 9 and 10 is a projection only  
 The table represents a 10 year period. The coverage is perpetual under an evergreen agreement with annual renewals

