

ORDINANCE NUMBER 05-11

AN ORDINANCE AMENDING THE CITY OF SOMERSET, KENTUCKY ANNUAL BUDGET FOR THE FISCAL YEAR BEGINNING JULY 1, 2005 AND ENDING JUNE 30, 2006 ESTIMATING REVENUES AND RESOURCES AND APPROPRIATING FUNDS OF THE CITY OF SOMERSET, KENTUCKY.

WHEREAS, AN ANNUAL BUDGET HAS BEEN ADOPTED BY THE COMMON COUNCIL OF THE CITY OF SOMERSET, KENTUCKY; AND

WHEREAS, THE COMMON COUNCIL HAS RECEIVED THE PROPOSED BUDGET CHANGES AND MADE NECESSARY MODIFICATIONS

NOW THEREFORE, BE IT ORDAINED BY THE CITY OF SOMERSET, KENTUCKY:

SECTION 1. THAT THE ANNUAL BUDGET FOR THE FISCAL YEAR BEGINNING JULY 1, 2005 AND ENDING JUNE 30, 2006 IS HEREBY AMENDED AS FOLLOWS:

	REVENUE	EXPENDITURES
GENERAL FUND	\$12,444,163.00	\$12,444,163.00
SANITATION SERVICE	\$2,048,500.00	\$2,048,500.00
GAS SERVICE	\$13,009,300.00	\$13,009,300.00
WATER SERVICE	\$5,731,000.00	\$5,731,000.00
WASTEWATER	\$2,602,800.00	\$2,602,800.00
WATER PARK	\$7,500,000.00	\$7,500,000.00
	\$11,000,000.00	\$11,000,000.00
PARKS AND REC	\$605,600.00	\$605,600.00
EMS	\$5,160,036.00	\$5,160,036.00
TOTAL ALL FUNDS	\$49,101,399.00	\$49,101,399.00
	\$52,601,399.00	\$52,601,399.00

SECTION 2. THIS ORDINANCE SHALL TAKE EFFECT AFTER ITS PASSAGE AND UPON PUBLICATION.

FIRST READING October 20, 2005

SECOND READING October 24, 2005

APPROVED J P Wiles

J P WILES, MAYOR
CITY OF SOMERSET, KENTUCKY

ATTEST: David Godsey
DAVID GODSEY, CITY CLERK

Somerset Waterpark Project

How did we come up with a dollar figure for the waterpark to begin with?

In October 2004, Water Technology (WTI) issued to the City of Somerset an "Estimate of Probable Cost" for the type of waterpark that officials of Somerset wanted to build. This estimate was based on 2003 prices.

Based on these figures, WTI estimated the City of Somerset would spend approximately \$12,916,500 on a facility which included the following features: Lazy River, Slide Complex, Kiddie Play, Go Karts, Bumper Boats, and Putt Putt.

WTI also supplied an estimate for a "scaled down version". This \$9,084,500 estimate included only the water features. Lazy River, Slide Complex and Kiddie Play. This smaller park is what city staffers have since been pursuing.

Since the time of this original investigation as to the cost of building a waterpark in Somerset Kentucky, prices have changed. DRASTICALLY. Due to the recent hurricanes in the United States, not only fuel, but building material costs have sky rocketed. These unforeseeable price increases are reflected in the bids received for this project.

What is involved in the price of the waterpark?

Everything from land acquisition to earthwork, engineering to landscaping. From the chairs which our guests will sit on to the soda machines in the kitchen.

Here's a breakdown of where the money is going:

Item	Cost
Construction	\$7,602,000
Earthwork	\$516,000
Engineering	\$600,000
Fencing	\$30,000
FFE (concessions tables & chairs, kitchen equip, tubes etc)	\$500,000
Land Acquisition	\$300,000
Landscaping	\$200,000
Paving	\$625,000
Security	\$100,000
Utilities	\$235,000
Total	\$10,708,000

Waterpark Construction Bid Information

DW Wilburn of Lexington was the apparent low bidder for the waterpark project, as bids were opened on October 6, 2005. The low bid came in at \$8,503,000. Since the time of bid opening, cuts by city staff totaling \$548,561 were made. Alternative price saving options totaling \$572,744 were brought forth by DW Wilburn.

In total, city staff has cut \$1,121,305 from the original bid price. A complete breakdown of these figures is attached.

Where are we at now?

Currently the City of Somerset has budgeted \$7.5 million dollars for this project which is accompanied by a \$2 million dollar grant from Congressman Hal Rogers.

Our current available budget - \$9.5 million dollars- is still \$1.2 million short of where we absolutely have to be to complete this project.

Where does that leave us?

1. Authorize an additional 1.5 million dollars to be used to complete the waterpark project within its projected timeline.
2. Re-design and re-bid the project in order to bring the overall cost of the waterpark down. This option will take both time and money. Costs will be involved to re-engineer the project, and most likely the waterpark would not see an open date in 2006.
3. Eliminate the project.

SUBTRACTIONS from Original Bid -

* Denotes items that will have to be purchased by City of Somerset

Item #	Item	Bid Cost
10	Silt Fence - Material	(6,000.00)
11	Silt Fence - Labor	(4,000.00)
12	Topsoil - Material	(55,800.00)
13	Topsoil - Labor	(6,200.00)
23	Curbs Southern PKG lot - Material	(16,380.00)
24	Curbs Southern PKG lot - Labor	(10,920.00)
36	Umbrella / Wave Shades - Material *	(39,654.00)
37	Umbrella / Wave Shades - Labor *	(4,008.00)
38	Rope / Vinyl Fencing - Material *	(14,893.00)
39	Rope / Vinyl Fencing - Labor *	(9,595.00)
42	Site Furnishings - Material *	(7,950.00)
43	Site Furnishings - Labor *	(1,200.00)
135	Signage - Material *	(21,306.00)
136	Signage - Labor *	(2,800.00)
143	Food Service Equipment - Material *	(150,105.00)
144	Food Service Equipment - Labor *	(22,900.00)
	Sidewalk at Baseball field	(44,850.00)
	Sales Tax Estimate	(130,000.00)
	Total	(548,561.00)

Alternative Price Saving Options**Items to be SUBTRACTED from original bid**

2	Change splitface masonry to light weight masonry	(20,500.00)
4	Cold applied waterproofing in lieu of Hot fluid	(9,800.00)
5	Standar Carpet instead of carpet tile in party room	(1,000.00)
6	20 year asphalt shingle rof in lieu of metal roof	(80,000.00)
7	Redesign Shprinker Head	(3,000.00)
8	Safety glass at required locations only	(1,700.00)
9	Dark bronze window finish in lieu of full range	(1,000.00)
10	Exterior aluminum door change	(2,000.00)
11	Change type of drinking fountain	(8,590.00)
12	Use ground hydrant without hose	(7,954.00)
13	High efficiency heat pump in lieu of Geo	(145,000.00)
14	Painted pool finish in lieu of plaster & tile	(124,600.00)
15	Pool Decking Redesign	(64,000.00)
16	Revise Sidewalk layout (drawing C-101A)	(55,800.00)
17	Revise Sidewalk layout (drawing SD1.00A)	(33,800.00)
18	Revise cut and fill to reflect item 16 & 17	(14,000.00)
	Total:	(572,744.00)

Items to be **ADDED** to bid

1 Storm system for the complete site	210,000.00
3 Paint for administration building	9,750.00
Total	219,750.00

Original Bid	8,503,000.00
Pulled By City from DW Wilburn Bid	(548,561.00)
Alternative Price Saving Options	(572,744.00)
SUB TOTAL	7,381,695.00
ADDED to bid	219,750.00

Final bid total with deductions and additions **7,601,445.00**