

TO: IHLS Board FROM: Leslie Bednar DATE: April 24, 2020

RE: Edwardsville Office Mine Subsidence Repairs

At the conclusion of our April 16 Special Board meeting, I indicated I would follow up on warranty specifics regarding the Helitech contract proposal for mine subsidence repairs at the Edwardsville Office.

This memo was shared with the Finance and Executive Committees in advance of their regular April meetings. No formal action was taken at the April 20 Finance Committee meeting. At their April 22 meeting, the Executive Committee moved approval of the Helitech contract to the full board with warranties.

## **Background**

On April 16, the Board moved to accept the Helitech proposal for \$93,595.00 as long as the product has a lifetime warranty. The proposal includes helical pier mobilization, excavation and installation of 27 helical piers, and polyjacking of the floor in the delivery area of the Edwardsville Office.

Unfortunately, the warranty information in the draft contract shared with IHLS staff included both a one-year and a lifetime option. The warranty, regardless of term, refers to the helical piers. The piers are guaranteed against all defects in materials and workmanship, and any vertical settlement that may occur due to pier movement post-installation.

## **Further Conversations**

Following the board meeting, IHLS staff reached out to the contractor. There is in fact a difference in warranty terms for residential vs. commercial projects, with the industry standard of one-year for commercial properties. Helitech's general manager/vice-president agreed to extend their warranty to ten years. In addition, the pier manufacturer (Chance, part of Hubbell Power Systems, Inc.) warranties their piers for thirty years. This warranty is transferrable.

If any additional information is available, I will share it with you at Tuesday's board meeting.

Please let me know if you have any additional questions and thank you for your attention to this matter.