

STAFF REPORT



ITEM NO. 12
CITY OF OCEANSIDE

DATE: February 27, 2013
TO: Honorable Mayor and City Councilmembers
FROM: Water Utilities Department
SUBJECT: **RATIFY CLOSING CHANGE ORDER 3 AND ACCEPTANCE OF IMPROVEMENTS CONSTRUCTED BY SD&B CONSTRUCTION INC. FOR THE SAN LUIS REY WASTEWATER TREATMENT FACILITY OLD MAINTENANCE BUILDING UPGRADES PROJECT**

SYNOPSIS

Staff recommends that the City Council ratify the closing Change Order 3 in the amount of \$24,328 and accept the improvements constructed by SD&B Construction Inc., of Escondido for the San Luis Rey Wastewater Treatment Facility Old Maintenance Building Upgrades project.

BACKGROUND

The San Luis Rey Wastewater Treatment Plant (SLRWWTP) was initially constructed in the early 1970s. There have been several expansions and upgrades to the plant over the past 35 years. The Old Maintenance Building, not included as part of the plant upgrades over the years, had been used for storage and as a secondary maintenance shop. Improvements and renovations were necessary to bring the existing restroom and storage areas back into working condition and up to code.

In July of 2011, a set of plans and specifications for renovations to the Old Maintenance Building were completed.

On March 14, 2012, Council approved the plans and specifications and authorized the City Engineer to call for bids. Council also approved the inspection contract with Infrastructure Engineering Corporation for the services of an International Conference of Building Officials certified inspection support team during construction.

On May 1, 2012, seven bids were received and opened for the project. The apparent low bidder was SD&B Construction Inc., with a bid of \$156,614. Staff reviewed the bid submitted by SD&B Construction Inc., and found that the bid bond and references were in accordance with City standards. The engineer's estimate to construct the project was \$144,500.

On June 6, 2012, City Council awarded the project to SD&B Construction Inc. and the Notice to Proceed was issued on July 26, 2012.

In January 2013, a Notice of Completion was executed and filed by the City Clerk for recordation with the County.

ANALYSIS

Construction began shortly after the notice to proceed was issued on July 26, 2012; per the contract documents, the project was substantially completed by November 23, 2012.

Closing Change Order 3 includes additional demolition and framing along with hazardous material handling while removing and installing new flooring. The Closing Change Order will increase the total contract by \$15,210. Change Order 1 and 2 for additional work requested by the City and changes required due to unforeseen conditions encountered were administratively approved for an additional cost of \$25,742; resulting in total change order costs of \$40,953.

A final inspection has been performed and it was determined that the San Luis Rey Wastewater Treatment Facility Old Maintenance Building Upgrades have been constructed per the plans and specifications.

FISCAL IMPACT

The Fiscal Year 12-13 adopted budget for the San Luis Rey Maintenance Building Upgrades fund (909123500722.5305.10600) has an available balance of \$153,910. The final payment due to SD&B Construction Inc. for work completed including Closing Change Order 3 is \$24,328. Therefore, adequate funds are available.

INSURANCE REQUIREMENTS

Does not apply

COMMISSION OR COMMITTEE REPORT

The Utilities Commission will be updated at its next scheduled meeting on March 19, 2013.

CITY ATTORNEY'S ANALYSIS

The referenced documents have been reviewed by the City Attorney and approved as to form.

RECOMMENDATIONS

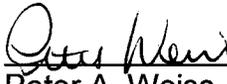
Staff recommends that the City Council ratify the closing Change Order 3 in the amount of \$24,328 and accept the improvements constructed by SD&B Construction Inc., of Escondido for the San Luis Rey Wastewater Treatment Facility Old Maintenance Building Upgrades project.

PREPARED BY:

SUBMITTED BY:



Jason Dafforn
Water Utilities Division Manager



Peter A. Weiss
City Manager

REVIEWED BY:

Michelle Skaggs-Lawrence, Deputy City Manager



Cari Dale, Water Utilities Director



Teri Ferro, Financial Services Director



Exhibit A: Change Order 3

**CITY OF OCEANSIDE
CONTRACT CHANGE ORDER**

PROJECT TITLE: SLRWWTF Old Maintenance Building Upgrades

CHANGE ORDER No. 3
PROJECT No. 909123500722
DATE November 16, 2012
PURCHASE ORDER # 1001557-000

This change order provides for:

See attached spreadsheet and attachments for a summary and breakdown of the changes.

Cost of Change: In accordance with Section 7.21.4 (b) CHANGE IN CONTRACT PRICE of the General Provisions, this Change Order compensates (contractor) as follows:

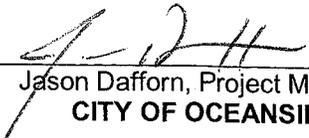
Cost: Increase \$15,210.09 Decrease _____ No Change _____

Upon careful consideration of the work specified by this change order, the contractor agrees to provide all equipment and labor, to furnish the materials except as otherwise noted above, and will accept the prices shown above as full payment to perform the services necessary to complete the work in place.

Contract Time Adjustment:

By reason of this order the time of completion will be adjusted as follows 0 calendar days.

Recommended by:


Jason Dafforn, Project Manager
CITY OF OCEANSIDE

Contract Summary:

Initial Contract Amount	\$	<u>156,614.00</u>	(100.0%)
Council Approved CCOs	\$	<u>-----</u>	(0.0%)
Council Approved Contract Amt.:	\$	<u>-----</u>	(0.0%)
Change Order No(s).	\$	<u>25,742.45</u>	(+16.4%)
This Change Order No. (3)	\$	<u>15,210.09</u>	(+9.7%)
Contract Amount To Date:	\$	<u>197,566.54</u>	(+26.1%)

Accepted: 
Printed name: Steve Dodd
SD&B CONSTRUCTION, INC.

Approved By:


Scott O. Smith, City Engineer
CITY OF OCEANSIDE

City Engineer Authority (Section 5.1.3)

City Council Action Required	<u>Yes</u>	<u>X</u> No	<u>N/A</u> Council Date
Additional Appropriation Required	<u>X</u> Yes	<u> </u> No	

Original to: City Clerk, Contractor

Copies to: Accounts Payable, File

SLR Old Maintenance Building (909123500722) -
 Change Order Summary - SD &B Construction, Inc.
 PO No. 1001557-000

CHANGE ORDER #3		
PCO No.	Description	Cost Change
9	Additional demolition and framing work	\$7,400.00
10	Hazardous Testing and Handling Due to Existing Tile and flooring	\$7,810.09
Total Change in Contract PCO No.s 9-12		\$15,210.09
Original contract amount + Executed CO #1 & 2		\$25,742.45
Total Approved Change Order Amount		\$40,952.54
Original Contract Amount		\$156,614.00
New Total Contract Amount		\$197,566.54
Percent Total Change Orders		26.1%