



City Council Staff Report

Date: February 04, 2015 CONSENT CALENDAR

Subject: AUTHORIZE CITY MANAGER TO APPROVE CONTRACT CHANGE ORDER NO. 3 FOR CITY PROJECT 13-26, TRACT NO. 13257 (ARNICO TRACT), PHASE 3 SEWER IMPROVEMENTS

From: David H. Ready, City Manager

Initiated by: Public Works and Engineering Department

SUMMARY

City Project 13-26, Tract No. 13257 (Arnico Tract), Phase 3 Sewer Improvements, allowed for the continued construction of mainline sewer and lateral connections to adjacent housing. Change Order No. 3 compensates the contractor for an additional cost of \$2,257.50 for pavement grinding on Jason Court.

RECOMMENDATION:

- 1) Authorize the City Manager to Approve Contract Change Order No. 3 to Agreement No. 6548 in the amount of \$2,257.50 with Tri-Star Contracting II, Inc., for City Project 13-26, Tract No. 13257 Phase 3 Sewer Improvements.
- 2) Authorize a transfer from CDBG Unscheduled Capital Projects account number 137-4815-50000 in the amount of \$2,000.00 to CDBG P.S. Arnico Tract Sewer Improvements account number 137-4815-63583; and
- 3) Authorize the City Manager to execute all necessary documents.

BACKGROUND:

On May 21, 2014, City Council awarded a contract in the amount of \$324,482.00 to Tri-Star Contracting II for sewer mainline, laterals and house connections within Tract No. 13257; also known as the Arnico Tract. Due to a budget shortfall the original award excluded the proposed sewer improvements on Jason Court.

On July 16, 2014, City Council approved Contract Change Order No. 1 in the amount of \$97,015.00 allowing the Jason Court sewer improvements to be added into the project

contingent upon the availability of funding. Subsequent to the July 16, 2014 approval, adequate CDBG and Measure J funding were identified and change order No. 1 was issued.

On December 3, 2014, Council approved Change order No. 2 in the amount of \$17,466.01 for adjustments to various contract quantities and new items related to lateral extensions and pavement crack filling.

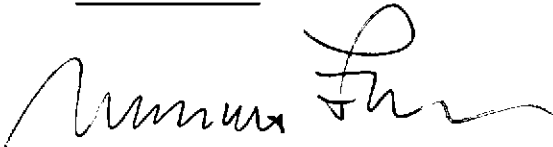
Due to Change Order No. 1 contingent upon available funds, pavement grinding on Jason Court could not occur at the same time as the other areas of the project. The Contractor has provided an additional bill from a subcontractor for said grinding. Staff has agreed this is a valid cost.

Change Order No. 3 compensates the contractor for an additional cost incurred for remobilizing the pavement grinding crew and equipment to complete Jason Court at a later date. The contractor was billed a total of \$2,150.00 for this additional work and in accordance with the contract is entitled to a mark-up of 5%. This brings the total to \$2,257.50.

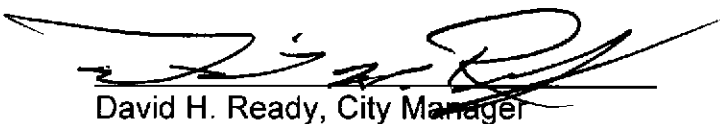
FISCAL IMPACT:

Funds will be made available in the following account 137-4815-63583, CDBG P.S. Arnico Tract Sewer Improvements.

SUBMITTED:



Marcus L. Fuller
Assistant City Manager/City Engineer



David H. Ready, City Manager

Attachment:

1. Change Order No. 3



CITY OF PALM SPRINGS CONTRACT CHANGE ORDER

To: Tri-Star Contracting II, Inc.
15501 Little Morongo Road
Desert Hot Springs, CA 92240
Tel: (760) 251-5454
Fax: (760) 251-5458

Date: January 27, 2015
Project No: 13-26
Project: Arnico Tract 13257 Sewer
Improvements, Phase 3
Change Order No: 03
Purchase Order 15-0570
Account 137-4815-63583

Attn: Bryan Willis

CHANGES IN WORK:

This Contract Change Order No. 3 accommodates additional work, generally identified as:

1. Include additional pavement grinding performed on Jason Court.

List of streets and square footages:

Street	From	To	Length (ft)	Width (ft)	Area (SF)
Jason Ct	Jason Ct	Arinco St	300	4	1,200
Total Area =					1,200

CHANGES IN COST:

New Items at Agreed Lump Sum Price and Not-to-Exceed Prices

- 1) City agrees to compensate Contractor for costs to add additional street for pavement grinding. All the costs for the additional 1,200 square feet of pavement grinding work shall be based on a lump sum price. The total cost associated with this item of work shall not exceed \$2,257.50, inclusive of all mark-ups and profit.

CHANGES TO CONTRACT TIME:

The additional working days added in Contract Change Order No.2 covered the time needed for this Contract Change Order No.3. No additional working days will be added for Contract Change Order No.3.

SOURCE OF FUNDS:

Funds are available in the following account(s): 137-4815-63583

REASONS FOR CHANGE:

Change Order No. 3 compensates the contractor for an additional cost incurred for remobilizing the pavement grinding crew and equipment to complete Jason Court at a later date. The contractor was billed a total of \$2,150 for this additional work and in accordance with the contract is entitled to a mark-up of 5%. This brings the total to \$2,257.50.

SUMMARY OF COSTS:

Original Contract Amount:	\$ 324,842.00	Original Completion	44 Working Days
This Change Order:	\$ 2,257.50	Days Added	0
Previous Change Order(s):	\$ 114,481.01	Previous Days Added:	4 Working Days
Revised Contract Amount:	\$ 441,220.51	Revised Completion	48 Working Days

I have received a copy of this Change Order and the above AGREED PRICES are acceptable to Contractor

Tri-Star Contracting II, Inc.

_____	_____
Signature	Date

Printed Name and Title	

City of Palm Springs

Recommended By:

_____	_____
Director of Public Works/City Engineer	Date

Approved By:

_____	_____
David H. Ready, City Manager	Date

Attest By:

_____	_____
Jay Thompson, City Clerk	Date

Distribution:

Original Conformed Copy:

Contractor (1)
 City Clerk (1)

Conformed - File Copy:

Engineering Pay File (1)
 City Project File (1)
 Purchasing (1)
 Finance (1)