

Engineering Services Committee Meeting

Meeting Date: April 29, 2025

Tobacco Rd Improvements and Various Sidewalk Rehabilitation Project

Project Closeout and Supplemental Funding

Bid Item #20-247

File Reference: 25-014(A)

Department: Engineering & Environmental Services

Presenter: Dr. Hameed Malik, Director

Caption: Approve Change Order Two to Supplement Construction Contract to Horizon

Construction & Associates, Inc. in the amount of \$200,000.00 for Tobacco Road Improvements and Various Sidewalk Rehabilitation Project. This supplemental payment release will be contingent upon Horizon Construction submitting project completion & final payment receipt certification. AE/ Bid

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20-247

Background: Horizon Construction & Associates (Contractor) under Bid 20-247 contracted

with Augusta, Georgia for Tobacco Road sidewalks improvements, sidewalk rehabilitation at various locations. Primary scope include sidewalks improvement at Tobacco Rd, Kissingbower and a few other locations. All construction activities were completed in late 2023 and the Contractor submitted two final invoices, one for Tobacco Rd and Misc. Sidewalk construction completed Improvements and the second for Kissingbower Rd. improvements. Augusta Engineering (AE) reviewed the Contractor's submitted final payment. Both requests were for final payments based on AE review and corrections of submitted work completed. However, the Contactor claimed that he incurred additional expenses due to additional subgrade work and an extended delay in construction completion. AE attempted to resolve this additional expenses claim, and requested field verification. However, no consensus was reached. The project construction was partially funded by state funds and AE had to close out this project in 2023 given that the project was

that time.

Analysis: Since receipt of the Contractor's final payment request in late 2023, AE

attempted to resolve disputed claimed work and associated expenses by the Contractor. It is an ongoing off & on discussion since then. To resolve the construction dispute and bring closure to this matter, AE is presenting a settlement resolution of an additional \$200,000 payment to the Contractor contingent upon the Contractor submitting project completion & final payment

closed after making final payment to the Contractor as determined by AE at

receipts & project closeout certification. This settlement is based on AE review of the Contractor's claimed additional subgrade work, misc. utilities work, and an increase in contract bond cost claims due to contract period extension.

Financial Impact: Funds in amount of \$200,000.00 are available in Engineering SPLOST 8

(\$100,000 (ADA Sidewalk Rehab) & Replacement, and \$100,000

(Grading & Drainage).

Alternatives: Not proposed.

Recommendation: Approve Change Order Two to Supplement Construction Contract to Horizon

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Funds are available in (\$200,000) [\$100,000] 330-044320-52.23110 - SPLOST 8 Grading &

the following accounts: Drainage

[\$100,000] 330-041110-54.14310 - SPLOST 8 ADA Sidewalk

REVIEWED AND APPROVED BY:

HM/sr