



Folsom City Council Staff Report

MEETING DATE:	3/10/2026
AGENDA SECTION:	Consent Calendar
SUBJECT:	Resolution No. 11573 - A Resolution Authorizing Staff to Rescind Construction Change Order No. 1 with Consolidated Engineering (Contract No. 174-21 25-010) for \$588,232 from the SB1 Road Maintenance and Rehabilitation Fund (Fund 235) for the Pavement Repair and Resurfacing Project FY 24-25, Project No. 8017
FROM:	Public Works Department

RECOMMENDATION / CITY COUNCIL ACTION

The Public Works Department recommends that the City Council pass and adopt Resolution No. 11573 - A Resolution Authorizing Staff to Rescind the Construction Change Order No. 1 with Consolidated Engineering (Contract No. 174-21 25-010) for \$588,232 from the SB1 Road Maintenance and Rehabilitation Fund (Fund 235) for the Pavement Repair and Resurfacing Project FY 24-25, Project No. 8017.

BACKGROUND / ISSUE

In July 2025, the City Council approved Resolution No. 11426 - A Resolution Authorizing the City Manager to Execute Construction Change Order No. 1 with Consolidated Engineering, Inc. (Contract 174-21 25-010) for the Pavement Repair and Resurfacing Project FY 24-25, Project No. 8017, in the amount of \$588,232 from the SB1 Road Maintenance and Rehabilitation Fund (Fund 235). This change order was intended to expand the scope of pavement repair and resurfacing work to encompass all of the Briggs Ranch neighborhood. Consolidated Engineering Inc. had agreed to perform this additional work at the original unit bid prices prior to the start of school at Folsom Hills Elementary to minimize impacts to traffic and traveling public. However, staff was later notified that the work would not start until well into the school year, which was not the City’s request or preference. Furthermore, staff then identified an upcoming Basin 7 Inflow and Infiltration (I&I) project led by the Utilities Department that will potentially require open trench cut and replacement of select sewer pipelines and possible manhole replacements. To gain economies of scale and reduce throw away work in the field, the Public Works and Utilities

Departments are partnering on that future I&I project which will include the pavement restoration originally identified in subject change order. That project is currently scheduled to start construction in fiscal year 2027-28.

POLICY / RULE

Section 2.36.080, Award of Contracts of the Folsom Municipal Code states, in part, that contracts for supplies, equipment, services, and construction with an estimated value of \$77,426 or greater shall be awarded by City Council.

ANALYSIS

The cost, scope of work, and timing as it relates to coinciding delivery of the pavement restoration with the Utilities Basin 7 I&I Project are no longer in line with the existing contract with Consolidated Engineering, Inc. and City staff recommends rescinding this project change order and closing out the contract as final, allowing it to enter into the warranty period.

FINANCIAL IMPACT

The cost of Construction Change Order No. 1 with Consolidated Engineering (Contract No. 174-21 25-010) was \$588,232 from the SB1 Road Maintenance and Rehabilitation Fund (Fund 235). Rescinding the construction change order would unencumber \$588,232 from the Pavement Repair and Resurfacing Project FY24-25, Project No. 8017, and return it to the SB1 Road Maintenance and Rehabilitation Fund (Fund 235), which could then be allocated towards other planned pavement repair, resurfacing, and striping projects.

ENVIRONMENTAL REVIEW

This project has been deemed categorically exempt from environmental review.

ATTACHMENTS

1. Resolution No. 11573 - A Resolution Authorizing the Staff to Rescind the Construction Change Order No. 1 with Consolidated Engineering (Contract No. 174-21 25-010) for \$588,232 from the SB1 Road Maintenance and Rehabilitation Fund (Fund 235) for the Pavement Repair and Resurfacing Project FY 24-25, Project No. 8017
2. Resolution No. 11426 - A Resolution Authorizing the City Manager to Execute Construction Change Order No. 1 with Consolidated Engineering, Inc. (Contract 174-21 25-010) for the Pavement Repair and Resurfacing Project FY 24-25, Project No. 8017, in the amount of \$588,232 from the SB1 Road Maintenance and Rehabilitation Fund (Fund 235)

Submitted,

A handwritten signature in blue ink that reads "Rebecca Neves". The signature is written in a cursive style with a large initial 'R' and a long, sweeping underline.

Rebecca Neves, PUBLIC WORKS DIRECTOR/CITY ENGINEER

Attachment 1

RESOLUTION NO. 11573

A RESOLUTION AUTHORIZING STAFF TO RESCIND THE CONSTRUCTION CHANGE ORDER NO. 1 WITH CONSOLIDATED ENGINEERING, INC. (CONTRACT NO. 174-21 25-010) FOR \$588,232 FROM THE SB1 ROAD MAINTENANCE AND REHABILITATION FUND (FUND 235) FOR THE PAVEMENT REPAIR AND RESURFACING PROJECT FY 24-25, PROJECT NO. 8017

WHEREAS, the City Council approved Construction Change Order No. 1 with Consolidated Engineering, Inc. for \$588,232 in July 2025 for the Pavement Repair and Resurfacing Project FY 24-25, Project No. 8017; and

WHEREAS, unforeseen project delays altered the planned construction schedule; and

WHEREAS, projected site conditions were no longer consistent with the conditions assumed in the Construction Change Order No. 1; and

WHEREAS, the cost for the additional items of work identified in Construction Change Order No. 1 was no longer in line with the new construction schedule or the projected site conditions; and

WHEREAS, City staff has reviewed all project changes and recommends rescinding the Construction Change Order No. 1 with Consolidated Engineering, Inc.

NOW, THEREFORE, BE IT RESOLVED that the City Council of the City of Folsom authorizes Staff to rescind Construction Change Order No. 1 with Consolidated Engineering, Inc. (Contract No. 174-21 25-010) for the Pavement Repair and Resurfacing Project FY 24-25, Project No. 8017, in the amount of \$588,232.

PASSED AND ADOPTED this 10th day of March 2026, by the following roll-call vote:

AYES: Councilmember(s):
NOES: Councilmember(s):
ABSENT: Councilmember(s):
ABSTAIN: Councilmember(s):

Justin Raithel, MAYOR

ATTEST:

Christa Freemantle, CITY CLERK

Attachment 2

RESOLUTION NO. 11426

**A RESOLUTION AUTHORIZING THE CITY MANAGER
TO EXECUTE CONSTRUCTION CHANGE ORDER NO. 1 WITH
CONSOLIDATED ENGINEERING, INC. (CONTRACT 174-21 25-010)
FOR THE PAVEMENT REPAIR AND RESURFACING PROJECT FY 24-25,
PROJECT NO. 8017, IN THE AMOUNT OF \$588,232
FROM THE SB1 ROAD MAINTENANCE AND REHABILITATION FUND
(FUND 235)**

WHEREAS, the City Council approved a contract with Consolidated Engineering, Inc. in April 2025 for the Pavement Repair and Resurfacing Project FY 24-25, Project No. 8017; and

WHEREAS, staff has identified several additional locations in need of pavement repairs and maintenance; and

WHEREAS, Consolidated Engineering, Inc. submitted a proposal for \$588,232 for the additional work; and

WHEREAS, funds in the amount of \$588,232 are budgeted and available in the Street Overlay/Pavement Management Project, Project No. 8017, utilizing the SB1 Road Maintenance and Rehabilitation Fund (Fund 235); and

WHEREAS, the agreement will be in a form acceptable to the City Attorney:

NOW, THEREFORE, BE IT RESOLVED that the City Council of the City of Folsom authorizes the City Manager to execute a construction change order with Consolidated Engineering, Inc. for the Pavement Repair and Resurfacing Project FY 24-25, Project No. 8017, in the amount of \$588,232, for a total not to exceed amount of \$2,138,130.90

PASSED AND ADOPTED this 8th day of July 2025, by the following roll-call vote:

AYES: Councilmember(s): Kozlowski, Leary, Raithel, Rohrbough, Aquino
NOES: Councilmember(s): None
ABSENT: Councilmember(s): None
ABSTAIN: Councilmember(s): None

Sarah Aquino

Sarah Aquino, MAYOR

ATTEST:
Christina Kelley

Christina Kelley, CITY CLERK SPECIALIST

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CITY OF
FOLSOM
DISTINCTIVE BY NATURE