



Folsom City Council Staff Report

MEETING DATE:	7/8/2025
AGENDA SECTION:	Consent Calendar
SUBJECT:	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)
FROM:	Public Works Department

RECOMMENDATION / CITY COUNCIL ACTION

The Public Works Department recommends that the City Council pass and adopt 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)

BACKGROUND / ISSUE

The Public Works Department manages the City of Folsom's Street Overlay/Pavement Management Program, which is funded by annual allocations from both the SB1 Road Maintenance and Rehabilitation Fund (Fund 235) and the Measure A Fund (Fund 276). A total of \$2,000,000 was allocated to the program for Fiscal Year 2024-25.

In April 2025, the City Council approved Resolution No. 11361 - A Resolution Authorizing the City Manager to Execute a Contract with Consolidated Engineering, Inc. for the Pavement Repair and Resurfacing Project FY 24-25 (Project No. 8017). The project is designed to utilize funds from the Street Overlay/Pavement Management Program to address the pavement repair and maintenance needs of the City.

The Engineer's Estimate for the original bid was \$1,900,000. In April 2025, the project was awarded to Consolidated Engineering, Inc. for a base bid amount of \$1,408,999, with a total not-to-exceed amount of \$1,549,898.90, which includes a ten percent contingency to accommodate potential change orders.

This change order will enable the inclusion of additional pavement repair and resurfacing work, specifically covering all remaining streets within the Briggs Ranch Neighborhood and the resurfacing of Stockman Circle. Consolidated Engineering, Inc. has agreed to perform this additional work at the original unit bid prices, with an added cost solely for the extra traffic control measures required to support the expanded scope of work.

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 \$75,049 or greater shall be awarded by City Council.

ANALYSIS

The costs for the additional items of work are in line with the existing project unit prices and commonly expected costs for the various items of work being performed. City staff has reviewed all project changes and recommends approval of this project change order. The change order would be in the amount of \$588,232.

FINANCIAL IMPACT

The City Council approval of Resolution No. 11361 authorized the execution of the original contract with Consolidated Engineering, Inc. for \$1,408,999.00, with the project budgeted for a total not to exceed amount of \$1,549,898.90, which included a ten percent contingency for potential change orders. This Construction Change Order, if approved, will authorize an additional amount of \$588,232.00 for a total not-to-exceed contract amount of \$2,138,130.90. No additional contingency is being requested.

Because the pavement repair and resurfacing work identified in the change order is in addition to the work outlined in the original contract, staff recommends not using the ten percent contingency to fund the change order and rather keep the contingency available for its intended use to cover unexpected costs due to unforeseen site conditions. There is \$588,232 budgeted and available in the Street Overlay/Pavement Management Project, Project No. 8017, for Fiscal Year 2025-26, utilizing the SB1 Road Maintenance and Rehabilitation Fund (Fund 235) for this Construction Change Order.

ENVIRONMENTAL REVIEW

This project has been deemed categorically exempt from environmental review.

ATTACHMENTS

1. 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)
2. Pavement Repair and Resurfacing FY 2024-25 Project Map (Original and Extra Work Locations)

Submitted,

Marcus Yasutake, INTERIM PUBLIC WORKS DIRECTOR