



CITY OF  
**FOLSOM**  
ESTABLISHED 1842

## Folsom City Council Staff Report

<b>MEETING DATE:</b>	9/22/2020
<b>AGENDA SECTION:</b>	Consent Calendar
<b>SUBJECT:</b>	Resolution No. 10529 - A Resolution Authorizing the City Manager to Execute a Contract Change Order with Western Engineering Contractors, Inc. for the Green Valley Road Widening Project, Project No. PW0804 and Appropriation of Funds
<b>FROM:</b>	Public Works Department

### **RECOMMENDATION / CITY COUNCIL ACTION**

The Public Works Department recommends that the City Council pass and adopt Resolution No. 10529 - A Resolution Authorizing the City Manager to Execute a Contract Change Order with Western Engineering Contractors, Inc. for the Green Valley Road Widening Project, Project No. PW0804 and Appropriation of Funds.

### **BACKGROUND / ISSUE**

Utilized by approximately 20,000 vehicles daily, Green Valley Road is a regional arterial connection between the City of Folsom and El Dorado Hills. Green Valley Road has previously been widened to four lanes on both sides of the Project area, at East Natoma Street in Folsom and at Sophia Parkway in El Dorado Hills.

The project was initially awarded to Northern Pacific Corporation (NPC); however, NPC encountered financial difficulties to perform and the City formally terminated NPC's right to complete the work of the project on July 15, 2019. NPC's surety thereafter stepped in and selected Western Engineering Contractors, Inc. as replacement contractor for the project. Western Engineering Contractors, Inc. restarted the project in September 2019 and worked through the winter and spring as they were able.

An additional winter season on Green Valley Road had an impact on the condition of the road. Additional dig-outs and paving were required on the existing road to prepare for final paving.

Construction of the box culvert in March/April 2020 was inundated with water run-off from the Mormon Island Auxiliary Dam which required significant dewatering operations.

Green Valley Road was fully open to traffic by June 30, 2020.

### **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 \$62,014 or greater shall be awarded by City Council.

Section 2.36.080 C, Award of Contracts of the Folsom Municipal code states, in part, that if a contract change order exceeds \$100,000, the city manager shall obtain the written consent of the mayor or at the mayor's discretion, the city council.

### **ANALYSIS**

City Council approved a contract with Western Engineering Contractors, Inc. for the Green Valley Road Widening Project with Resolution No. 10334, in the amount of \$5,329,506 with a contingency of \$443,399 for a total budget amount of \$5,772,905 at the September 10, 2019 Council meeting.

City Council approved a contract change order for Western Engineering Contractors, Inc. in the amount of \$320,477 with an additional \$15,438 for Project Management, Inspection and Materials Testing totaling \$335,915 to complete a waterline proposed by the department of Environmental Water Resources. Actual costs to complete the waterline was \$315,050.29 for construction and \$18,606.44 for a total of \$333,656.73.

All costs for the installation of the waterline is Federally Non-Reimbursable and shall be identified as such in all correspondence with Caltrans.

An additional \$180,000 is requested to complete the project funding to cover adjustments of contract items and contract change orders that were required due to field conditions. Some funding may be reallocated through Caltrans from the construction engineering contracts that have not used the entire budget.

### **FINANCIAL IMPACT**

The current approved contract amount with Western Engineering is \$6,108,820. The amount of additional contract costs to complete the is \$180,000 for a total contract amount of \$6,288,820. There is sufficient funding available in the Transportation Improvement Fund (Fund 446) to cover the additional appropriation.

**ENVIRONMENTAL REVIEW**

Approval of California Environmental Quality Act (CEQA) and National Environmental Policy Act (NEPA) Environmental Clearance has been obtained for the Green Valley Road Widening Project.

**ATTACHMENTS**

1. Resolution No. 10529 - A Resolution Authorizing the City Manager to Execute a Contract Change Order with Western Engineering Contractors, Inc. for the Green Valley Road Widening Project, Project No. PW0804 and Appropriation of Funds

Submitted,



---

Dave Nugen, PUBLIC WORKS DIRECTOR

**RESOLUTION NO. 10529**

**A RESOLUTION AUTHORIZING THE CITY MANAGER TO EXECUTE A CONTRACT CHANGE ORDER WITH WESTERN ENGINEERING CONTRACTORS, INC. FOR THE GREEN VALLEY ROAD WIDENING PROJECT, PROJECT NO. PW0804 AND APPROPRIATION OF FUNDS**

**WHEREAS**, the City of Folsom desires to widen Green Valley Road to four travel lanes, with a painted median and Class 2 bicycle lanes from East Natoma Street in Folsom to Sophia Parkway in El Dorado County (Project); and

**WHEREAS**, the City Manager has been authorized to execute a Memorandum of Understanding (MOU) with El Dorado County for the Construction and Maintenance of the Project within El Dorado County; and

**WHEREAS**, the City has obtained a Temporary Construction Permit with the United States Bureau of Reclamation to construct the Project; and

**WHEREAS**, the City has obtained a five-year license with four, five-year extensions, as needed, from the United States Bureau of Reclamation to construct the Project; and

**WHEREAS**, the City will work with the Bureau of Reclamation to obtain a permanent easement from the United States of America upon completion of the Project; and

**WHEREAS**, Western Engineering Contractors, Inc. was awarded the Green Valley Road Widening Project by Resolution No. 10334 at the September 10, 2019 City Council meeting; and

**WHEREAS**, the Green Valley Road Widening required additional work in the form of Contract Change Orders and Contract Item Adjustments to complete the work; and

**WHEREAS**, there is available funding in the Transportation Improvement Fund (Fund 446); and

**WHEREAS**, and additional appropriation will be needed to cover the additional contract costs; 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 contract change order with Western Engineering Contractors, Inc. as replacement contractor substituting Northern Pacific Corporation for the Green Valley Road Widening Project, Project No. PW0804, in the amount of \$180,000 for a total contract budget of \$6,288,820.

**NOW, THEREFORE, BE IT FURTHER RESOLVED** that the Finance Director is authorized to appropriate an additional \$180,000 to the Transportation Improvement Fund (Fund 446) in the Green Valley Road Widening Project for a total project budget of \$7,475,519.

**PASSED AND ADOPTED** this 22<sup>nd</sup> day of September 2020, by the following roll-call vote:

**AYES:** Council Member(s):  
**NOES:** Council Member(s):  
**ABSENT:** Council Member(s):  
**ABSTAIN:** Council Member(s):

---

Sarah Aquino, MAYOR

ATTEST:

---

Christa Freemantle, CITY CLERK

This page is intentionally left blank.