

EXECUTIVE BRIEF REGULAR MEETING

AGENDA DATE: January 19, 2021

DEPARTMENT: Water Utilities

TITLE:

Change Order 01 - Final to B&B Underground Construction Inc. for the 2-inch Watermain Replacement, Year 4 Program Project

SUMMARY:

The final change order 01 with B&B Underground Construction addresses the unused value of work that remained on the contract, reconciles the final pay application and authorizes a contract deduction of \$700,868.32. The change order also adjusts the contract time by adding 76 days to contract.

BACKGROUND AND JUSTIFICATION:

On February 19, 2019, the City awarded B&B Underground Construction Inc. a construction contract agreement for the Year 4 of the 2" watermain replacement program. The Year 4 project has reached final completion. The project included the water and other miscellaneous infrastructure replacements as well as additional services that were identified during the course of construction. Throughout the project, the water utility and the contractor identified opportunities for savings in the contract and thus provided for contractual underruns in the unit items totaling \$351,664.24. In addition, the construction allowance paid for additional services requested in Work Directive Changes 1 through 4, however a balance of unused allowance in the sum of \$349,204.24 remained. The total deductive cost of this contract is \$700,868.32.

The construction project went beyond the contract time given in the initial agreement. The City requested some additional work that was outside of the original scope which required additional contract time. Furthermore, additional time was needed circumstance beyond the contractors' control. This contract ran during the duration of the pandemic which caused a series of delays due to precautionary and recommended quarantine periods. The utility department feels the extend contract time 76 days is justified for these additional tasks and services.

MOTION:

Move to approve/disapprove Change Order 01 final to B&B underground Construction Inc.

ATTACHMENT(S):

Fiscal Impact Analysis (N/A)
Change Order 01 Final

FISCAL IMPACT ANALYSIS

A. Five Year Summary of Fiscal Impact:

Fiscal Years	2021	2022	2023	2024	2025
Capital Expenditures	(\$700,868.32)	0	0	0	0
Operating Expenditures	0	0	0	0	0
External Revenues	0	0	0	0	0
Program Income	0	0	0	0	0
In-kind Match	0	0	0	0	0
Net Fiscal Impact	(\$700,868.32)	0	0	0	0
No. of Addn'l Full-Time Employee Positions	0	0	0	0	0

B. Recommended Sources of Funds/Summary of Fiscal Impact:

Account Number	Account Description	Project Number	FY21 Budget	Current Balance	Agenda Expenditure	Balance
422-7034-533.63-15	Water Distribution	WG 1802	\$5,522,049.00	\$4,786,324.59	(\$700,868.32)	\$5,487,192.91