

# CITY OF NORMAN, OK STAFF REPORT

**MEETING DATE:** 07/12/2021

**REQUESTER:** Joseph Hill, Streets Program Manager

**PRESENTER:** Shawn O'Leary, Director of Public Works

TITLE: CONSIDERATION OF APPROVAL, ACCEPTANCE, REJECTION,

AMENDMENT, AND/OR POSTPONEMENT OF CHANGE ORDER NO. ONE TO CONTRACT K-2122-5: BY AND BETWEEN THE CITY OF NORMAN, OKLAHOMA, AND PARATHON CONSTRUCTION COMPANY DECREASING THE CONTRACT AMOUNT BY \$9,563.46 FOR A REVISED AMOUNT OF \$195,661.54 FOR THE GROVER LANE RECONSTRUCTION PROJECT, FINAL ACCEPTANCE OF THE PROJECT, AND FINAL PAYMENT OF \$14,216.40 FOR THE GROVER

LANE RECONSTRUCTION PROJECT

## **BACKGROUND:**

On Tuesday, April 6, 2021, Norman residents voted to approve the issuance of \$27 million in bonds to fund the resurfacing, rehabilitation and reconstruction of neighborhood streets as part of a 5-year, 5-category program. The five categories include (1) Urban Asphalt Street Rehabilitation, (2) Urban Concrete Street Rehabilitation, (3) Urban Road Reconstruction, (4) Rural Road Rehabilitation, and (5) Preventive Maintenance. Prior to the election, the City provided a list of all streets included in the program based upon the pavement condition data from the City's current Pavement Management System. The following is the list of Road Reconstruction projects included in the program:

2021	Grover Lane – Berry Road to Hall Avenue
2021	McCullough Street – Monnett Avenue to Front Street
2022	Juniper Lane – Chautauqua Avenue to Lahoma Avenue
2022	Fairfield Drive – McCall Drive to Willow Lane
2023	Oakbrook Drive – Pickard Avenue to Fairfield Drive
2023	Pickard Avenue – Imhoff Road to Lakewood Drive
2024	North Base Avenue – Main Street to Kansas Street
2025	Sherry Avenue – Main Street to Holiday Street
2025	Danfield Lane – Danfield Drive to Brookhaven Boulevard

Grover Lane is located in an established residential neighborhood. The roadway was constructed of concrete pavement with curb and gutter. The concrete pavement was in poor condition and the substructure had failed in several locations prior to reconstruction. The

reconstruction project involved removal of the existing pavement, curb and gutter, stabilizing the subgrade and placing new concrete panels.

Council awarded the contract to Parathon Construction Company in the amount of \$205,225 at the November 23, 2021 meeting. The project was completed within the 120-day contract period, plus weather days, for \$195,661.54.

## DISCUSSION:

Construction projects are awarded to the lowest responsible bidder. Contractor bids are determined using estimated plan quantities multiplied by the contractor's unit prices for all bid items of the contract. The total of all of these costs represents the contractor's bid. During construction, each quantity is verified in the field and the contractor is to be reimbursed based on the actual quantity of materials and/or labor used.

Of the twenty-three (23) bid items, sixteen (16) items had a quantity change. Four (4) quantity changes resulted in increased cost, while twelve (12) quantity changes resulted in decreased cost for an overall contract decrease of \$9,563.46 or 4.66%. The contract decreased from \$205,225.00 to \$195,661.54. Please see the attached Change Order No. 1 for a complete list of bid item cost increases and decreases.

The final payment amount owed to Parathon Construction Company is \$14,216.40, which includes the full 5% retainage. This is available in the Grover Addition Project (Account No. 50593385-46101 / BP0499).

# **RECOMMENDATION 1:**

Staff recommends that Change Order No. 1 to Contract K-2122-5 with Parathon Construction Company decreasing the contract amount by \$9,563.46 for a revised amount of \$195,661.54 for the Grover Lane Reconstruction project be approved.

## **RECOMMENDATION 2:**

Staff further recommends final acceptance of the Grover Lane Reconstruction project and final payment to Parathon Construction Company be approved in the amount of \$14,216.40.