



CITY OF NORMAN, OK STAFF REPORT

MEETING DATE: 06/13/2023

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. 2 TO CONTRACT K-2223-1 BY AND BETWEEN THE CITY OF NORMAN AND ARROYO'S CONCRETE LLC DECREASING THE CONTRACT AMOUNT BY \$9,626.95 FOR A REVISED AMOUNT OF \$1,129,570.65 AND THE FINAL ACCEPTANCE OF CONTRACT K-2223-1 AND FINAL PAYMENT OF \$56,478.30 FOR THE URBAN CONCRETE, FYE 2023 LOCATIONS, BID 1 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) Asphalt Pavement Street Rehabilitation, (2) Urban Concrete Street Rehabilitation, (3) Urban Road Reconstruction, (4) Rural Road Rehabilitation, and (5) Preventive Maintenance. The FYE 2023 urban concrete street rehabilitation locations were bid out in two separate bid packages.

The project included select concrete panel replacement on existing streets, Curb replacement and ADA sidewalk improvements completed as necessary for compliance with standards. The project provided maintenance to 3.7 miles of city streets.

Council awarded the contract to Arroyo's Concrete, LLC in the amount of 1,124,371.50 at the July 12, 2023 meeting. Change Order No. 1 increasing the contract amount to \$1,139,197.60, adding rehabilitation of median island noses at the intersection of Flood and Robinson was approved by city council on February 28, 2023. The project was completed within the allotted 275-day contract period, plus weather days for a total of \$1,129,570.65.

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-five (25) bid items, twenty-three (23) items had a quantity change. Eleven (11) quantity changes resulted in increased cost, while twelve (12) quantity changes resulted in decreased cost for an overall contract decrease of \$9,626.95 or 0.85%. The contract decreased from \$1,139,197.60 to \$1,129,570.65. Please see the attached Change Order No. 2 for a complete list of bid item cost increases and decreases.

The final payment amount owed to Arroyo’s Concrete, LLC is \$56,478.30, which includes the full 5% retainage.

The project was funded as follows:

Project	Number and Account	Amount
Lydicks Addition	BP0532/50593393-4601	\$300,000.00
Hetherington Heights Addition	BP0533/50593393-4601	\$390,000.00
Brookhaven Addition	BP0534/50593393-4601	\$100,000.00
Woodslawn Addition	BP0539/50593393-4601	\$339,570.65
Total:		\$1,129,570.65

RECOMMENDATION 1:

Staff recommends that Change Order No. 2, decreasing Contract K-2223-1 for the Urban Concrete, FYE 2023 Locations, Bid 1 project with Arroyo’s Concrete, LLC by \$9,626.95 from \$1,139,197.60 to \$1,129,570.65 be approved.

RECOMMENDATION 2:

Staff further recommends final acceptance of the Urban Concrete, FYE 2023 Locations, Bid 1 project, Contract K-2223-1, and final payment to Arroyo’s Concrete, LLC be approved in the amount of \$56,478.30.

Reviewed by: Joseph Hill, Streets Program Manager
 Scott Sturtz, City Engineer
 Shawn O’Leary, Director of Public Works
 Clint Mercer, Chief Accountant
 Anthony Francisco, Director of Finance
 Kathryn Walker, City Attorney
 Darrel Pyle, City Manager