



CITY OF NORMAN, OK STAFF REPORT

MEETING DATE: 1/23/2024

REQUESTER: Kenneth J. Giannone, PE, Capital Projects Engineer

PRESENTER: Kenneth J. Giannone, PE, Capital Projects Engineer

ITEM TITLE: CONSIDERATION OF APPROVAL, REJECTION, AMENDMENT, AND/OR POSTPONEMENT OF CHANGE ORDER -THREE; AND FINAL ACCEPTANCE OF CONTRACT K-2223-118: BY AND BETWEEN THE NORMAN UTILITIES AUTHORITY, AND KRAPFF-REYNOLDS CONSTRUCTION CO., REDUCING THE CONTRACT AMOUNT BY \$73,500 FOR THE SANITARY SEWER STREAM CROSSING REPLACEMENT PROJECT AND FINAL ACCEPTANCE AND PAYMENT OF THE PROJECT.

BACKGROUND:

In January 2023, Norman Utilities Authority (NUA) learned that an existing twenty-four inch (24") aerial sanitary sewer stream crossing south of State Highway 9, between Chautauqua and Jenkins (in what is colloquially known as "Oliver's Woods") was functioning but in the early stages of collapse. NUA staff prepared bidding documents for Sanitary Sewer Stream Crossing Replacement Project, and bids were opened on March 9, 2023. Krapff-Reynolds Construction Company (KRCC) was deemed the lowest and best bidder, and Contract K-2223-118 in the amount of \$593,630 was awarded to them on March 28, 2023. Notice to Proceed was issued to KRCC on May 8, 2023, which resulted in an original Contract Completion Date of August 6, 2023 (May 8, 2023 + 90 Calendar Days = August 6, 2023). KRCC mobilized to the project site and commenced work on the project immediately after Notice to Proceed was issued.

To date, two change orders have been approved on the project increasing the contract price by a total of \$74,607 to a revised contract amount of \$668,237 ($\$593,630 + \$74,607 = \$668,237$). The two approved change orders also increased the contract time by a total of 97 Calendar Days to a revised Final Completion Date of November 11, 2023 (August 6, 2023 + 97 Calendar Days = November 11, 2023).

DISCUSSION:

On November 10, 2023, KRCC advised that, in their opinion, the project was complete and requested a final inspection. Final measurements were completed for quantities of all unit price items on the project. Change Order 3, in the amount of a \$73,500 credit, is a final change order that zeros out all under- and over-runs based on these final, as-built quantities. Change Order 3 also includes a 26 Calendar Day time extension (with no associated cost) due to a delay in final material deliveries that was beyond KRCC's control. Change Order 3, if approved, will reduce the final contract amount to \$594,737 ($\$668,237 - \$73,500 = \$594,737$). It will also revise the Contract Completion Date to December 7, 2023 (November 11, 2023 + 26 Calendar Days = December 7, 2023).

A final inspection convened on November 20, 2023 with representatives from City of Norman Department of Utilities and KRCC. This inspection identified a short punchlist, which was fully addressed by KRCC as of December 7, 2023. NUA has deemed the project to have reached Final Completion as of that date.

RECOMMENDATION:

Staff recommends that the Trustees of the Norman Utilities Authority (Council) approve Change Order 3 to Contract K-2223-118 reducing the total contract by \$73,500; approve final acceptance of project; and approve final payment to Contractor in the amount of \$28,557.99.