



CITY OF NORMAN, OK STAFF REPORT

MEETING DATE: 9/12/2023

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-2223-6 : BY AND BETWEEN THE CITY OF NORMAN AND SILVER STAR CONSTRUCTION COMPANY DECREASING THE CONTRACT AMOUNT BY \$267,022.12 FOR A REVISED AMOUNT OF \$1,187,977.88; FINAL ACCEPTANCE OF CONTRACT K-2223-6 AND FINAL PAYMENT OF \$59,398.89 FOR THE FYE 2023 STREET MAINTENANCE BOND - ASPHALT PAVEMENT AS OUTLINED IN THE STAFF REPORT.

BACKGROUND:

On Tuesday, April 6, 2021, Norman residents voted to approve the issuance of \$27 million in General Obligation 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. 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 Pavement Management System. The following is the list of the FYE 2023 Asphalt Pavement project locations included in this project:

PROJECT No.	STREET NAME	LIMITS
BP0524	Normandy Acres First	
	Butler Dr.	24 th Avenue SW/Westside Drive
	26 th Ave SW	26 th Drive/Brentwood Drive
BP0525	Classen-Miller Addition	
	Ferrill Street	Ponca Avenue/Classen Boulevard
	Duffy Street	Ponca Avenue/Classen Boulevard
BP0526	Norman Old Town	
	Crawford Avenue	Daws Street/Eufala Street
BP0527	Campus Addition	
	Elm Avenue	Lindsey Street/Brooks Street
BP0528	Eagle Cliff Addition	
	12 th Avenue SE	Cedar Lane/South End
	Rural	

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 reimbursed based on the actual quantity of materials and/or labor used.

Change order 1 was administratively approved on June 26, 2023. This change order added subgrade stabilization for Ferrill Street and reduced the quantity of shoulder grading for a zero dollar change.

Change order 2: Of the fifteen original (15) bid items, thirteen (13) items had a quantity change. One (1) quantity change resulted in increased cost, while twelve (12) quantity changes resulted in decreased cost for an overall contract decrease of \$267,022.12 or 18.4%. The contract decreased from \$1,455,000 to \$1,187,977.88. Please see the attached Change Order No. 2 for a complete list of bid item cost increases and decreases.

This significant decrease in project value was due to limited need for deep patching throughout the selected projects, and shouldering along 36th Avenue NE location required much less than originally estimated.

The final payment amount owed to Silver Star Construction Company is \$59,398.89, which includes the full 5% retainage.

This project was funded as follows:

Project	Number and Account	Amount
Normandy Acres First	BP0524 ACCT# 50594401-46101	\$166,868.05
Classen-Miller Addition	BP0525 ACCT# 50594401-46101	\$84,988.57
Norman Old Town	BP0526 ACCT# 50594401-46101	\$124,161.76
Campus Addition	BP0527 ACCT# 50594401-46101	\$88,883.84
Eagle Cliff Addition	BP0528 ACCT# 50594401-46101	\$375,988.23
Rural	BP0540 ACCT #50593376-46101	\$347,988.23
Total:		\$1,187,977.88

RECOMMENDATION 1:

Staff recommends that Change Order 2, decreasing Contract K-2223-6 for the FYE 2023 Street Maintenance Bond - Asphalt Pavement with Silver Star Construction Company by \$267,022.12 from \$1,455,000 to \$1,187,977.88 be approved.

RECOMMENDATION 2:

Staff further recommends final acceptance of the FYE 2023 Street Maintenance Bond - Asphalt Pavement, Contract K-2223-6, and final payment to Silver Star Construction Company be

approved in the amount of \$59,398.89.

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