



MEMORANDUM

To: Mayor and City Council

From: Ken Griffin, P.E., Director of Engineering and Public Works

Date: September 27, 2016

Reference: Reconstruction of Burns Street- Change Order #1

2030: Sustainable City Government, Goal 3
Excellent and Well-maintained City Infrastructure and Facilities

General Information:

- The original bid amount was \$944,135.00 plus \$45,000.00 incentive for a total award of \$989,135.00 from the ¼ cent sales tax fund.
- Two design options/pricing scenarios are being presented
- Alternate #1 will add a cost of \$314,355.00. This will increase the total project cost to \$1,258,490.00.
- Alternate #2 is will add cost of \$255,765.00. This will increase the project total to \$1,199,900.00.
- The contractor originally bid 180 calendar days for completion of construction.
- The Alt #1 design added 45 calendar days, extending the total time to 225 days.
- The Alt #2 design change added 40 days, extending total time to 220 days.

Introduction:

This agenda item is being presented for approval of Change Order #1, Alternate #1 with RKM Utility Services, Inc., for revisions to Burns Street in the amount of \$314,355.00. or approval of Change Order #1, Alternate #2 with RKM Utility Services, Inc., for revisions to Burns Street in the amount of \$255,765.00.

Analysis:

City Council awarded Burns Street Reconstruction to RKM Utility Services, Inc. on the May 24, 2016 City Council Meeting. This bid was to remove and replace the existing street.

This change adds quantity and additional scope based on the requested design changes, which dramatically altered the original bid.

The original bid amount was \$944,135.00 plus \$45,000.00 incentive for a total award of \$989,135.00 from the ¼ cent sales tax fund. After award of the bid, it was requested that Burns Street be modified to promote the future economic development of the Old Town area, which included adding the “nose in parking” design that is prevalent throughout the other Old Town streetscapes.

Two design options/pricing scenarios are being presented to allow for flexibility based on the outcome of the development plan and sale of property for future residential development north of Burns Street. The Alternate #1 design change to Burns Street would add a cost of \$314,355.00. This would increase the total project cost to \$1,258,490.00. Alternate #2 is an added cost of \$255,765.00, which would increase the project total to \$1,199,900.00.

The Alternate #1 design change includes adding “nose in parking” along Burns Street, adding “nose in parking” to the east side of Hammond Street (between Burns & Travis) and “nose in parking” to the south side of Travis Street, as well as the addition of stamped concrete at the intersections on Burns Street. The Alternate #2 design is the same as Alternate #1 except the “nose in parking” and sidewalk along the potential residential section on the north side of Burns Street has been removed. The contractor originally bid 180 calendar days for completion of construction. The Alternate #1 design change to Burns Street would add 45 calendar days to the project, extending the total time to 225 days. The Alternate #2 design change would add 40 days, extending total time to 220 days.

Burns Street preconstruction meeting has been held and a Notice To Proceed Letter has been issued to the contractor to start work the week of October 3, 2016.

With approval of Change Order #1, city staff will begin staging for construction start.

Legal Review:

This Change Order did not require legal review.

Fiscal Impact:

The fiscal impact of this Agenda item (Alternate #1) is \$314,355.00 from the ¼ Sales Tax Fund.

The fiscal impact of this Agenda item (Alternate #2) is \$255,765.00 from the ¼ Sales Tax Fund.

Recommendation:

The Engineering Department recommends approval of this Change Order with RKM Utility Services, Inc.