

City of Grand Island

Tuesday, June 08, 2004 Council Session

Item G17

#2004-139 - Approving Change Order No. 1 to the Contract for Street Improvement District No. 1245, James Road, Located North of Husker Highway Approximately 950 Feet

Staff Contact: Steven P. Riehle, P.E., Public Works Director

City of Grand Island City Council

Council Agenda Memo

From: Steven P. Riehle, P.E., Director of Public Works

Meeting: June 8, 2004

Subject: Approving Change Order No. 1 to the Contract with

The Diamond Engineering Company for Street

Improvement District 1245, James Road

Item #'s: G-17

Presente r(**s**): Steven P. Riehle, P.E., Director of Public Works

Background

James Road was originally a project in which the developer would build water, sanitary sewer, and concrete paving. The developer's contractor built water and sanitary sewer and started work on grading and storm sewer. Before completing the grading and storm sewer the developer decided to finish building thru a district process in which the city would advertise for bids and assess the costs to the developer. Accordingly, Street Improvement District 1245 was created by the City Council on April 8, 2003 and approved for continuation on May 13, 2003. The Engineering Division of the Public Works Department advertised for bids and a contract was awarded to The Diamond Engineering Company of Grand Island, NE on December 9, 2003.

Discussion

As work to complete Street Improvement District 1245 commenced, changes to storm sewer inlets and grading had to be made because the developer's construction did not match the plans. Because the additional work was not anticipated, it was not part of Diamond's contract. Therefore, the construction cost exceeded the original contract amount and will be assessed to the developer. Change Order No. 1 is prepared to include the following changes.

Original Contract \$99,481.35

1) Additional Labor Hours and Equipment Hours \$ 1,310.00

Revised Contract \$100,791.35

Alternatives

It appears that the Council has the following alternatives concerning the issue at hand. The Council may:

- 1. Approve Change Order No. 1 so as the Contract amount for Street Improvement District 1245 would be a total of \$100,859.00.
- 2. Disapprove or /Deny Change Order No. 1.
- 3. Modify the Change Order to meet the wishes of the Council
- 4. Table the issue

Recommendation

City Administration recommends that the Council pass a resolution authorizing the Mayor to execute the Change Order.

Sample Motion

Approve Change Order No. 1 to the contract with The Diamond Engineering Company for Street Improvement District 1245.

RESOLUTION 2004-139

WHEREAS, on January 13, 2004, by Resolution 2004-8, the City of Grand Island awarded the bid for Street Improvement District No. 1245 to the Diamond Engineering Company of Grand Island, Nebraska; and

WHEREAS, unanticipated, additional work was required to storm sewer inlets and grading due to existing construction work performed by the developer; and

WHEREAS, such additional work has been incorporated into Change Order No. 1; and

WHEREAS, Change Order No. 1 will result in an addition of \$1,310 to the contract price, for a revised contract price of \$100,791.35; and

WHEREAS, it is recommended that the developer be assessed the costs of this change order.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the Mayor be, and hereby is, authorized and directed to execute Change Order No. 1 between the City of Grand Island and the Diamond Engineering Company of Grand Island, Nebraska for an increase in the contract price in the amount of \$1,310.00.

BE IT FURTHER RESOLVED, that the developer of the project be assessed the costs of Change Order No. 1.

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Adopted by the City Council of the City of Grand Island, Nebraska, June 8, 2004.

RaNae Edwards, City Clerk