

City of Grand Island

Tuesday, January 25, 2005 Council Session

Item G7

#2005-24 - Approving Change Order #3 for Grand Generation Addition and Renovation

Staff Contact: Joni Kuzma

City of Grand Island City Council

Council Agenda Memo

From: Joni Kuzma, Community Development

Council Meeting: January 14, 2005

Subject: Change Order #3 Grand Generation Center

Item #'s: G-7

Presente r(s): Joni Kuzma, Community Development

Background

The City of Grand Island is the owner of record of the building occupied by the Senior Citizen Industries, Inc which is located at 304 East 3rd Street. In July 2004, the City awarded a contract in the amount of \$615,985.00 to Starostka Group Unlimited for the expansion and renovation of the Center. The City received a Community Development Block grant in the amount of \$350,000 to assist in this expansion and renovation. At the October 26, 2004 meeting of the City Council, Change Order #1 was approved in the amount of \$17,524.25 for removal of miscellaneous debris found under the footings during the redigging for the laying of the foundation. Change Order #2 was approved at the Dec. 21, 2004 Council meeting to decrease the amount of the contract by \$29,992.00 for the deduction of the Fire Sprinkler system and allow a 45 day time extension for completion. Change Order #3 is being submitted to Council to decrease the contract sum by \$2,000.

Discussion

A donation of \$2,000 was gifted by Home Depot to the Grand Generation Center for their construction and renovation project. The Center chose to give the donation to the contractor, Starostka Group, to apply toward the purchase of supplies for the construction/renovation project. With Council approval, the contract amount (amended by change order #2) of \$603,516.25 will be reduced by \$2,000. The new contract amount will be \$601,517.25.

Since the City owns the building and the original contract was signed by the City, Change Order #3 is being submitted to the City for their approval.

ALTERNATIVES

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

- 1. Approve Change Order #3.
- 2. Refer the issue to a Committee.
- 3. Postpone the issue to a later date.

Recommendation

City Administration recommends that the Council approve Change Order #3.

Sample Motion

Move to approve Change Order #3 to the contract with Starostka Group Unlimited on the expansion and renovation of the Senior Citizens Industries, Inc.

RESOLUTION 2005-24

WHEREAS, on July 13, 2004, by Resolution 2004-166, the City of Grand Island awarded the bid for the addition and renovation of the Grand Generation Center at 304 East Third Street to Starostka Group, Inc. of Grand Island, Nebraska; and

WHEREAS, on October 26, 2004, by Resolution 2004-274, the City of Grand Island approved Change Order No. 1 for such project to authorize the removal of miscellaneous debris found under the footings; and

WHEREAS, on December 21, 2004, by Resolution 2004-322, the City of Grand Island approved Change Order No. 2 for such project to extend the base bid contract completion date to February 26, 2005 and to transfer the costs of the fire sprinkler system to a separate contract; and

WHEREAS, Home Depot has submitted a donation of \$2,000 towards the purchase of supplies for the construction/renovation project; and

WHEREAS, such donation will decrease the amount of the contract by \$2,000; and

WHEREAS, Change Order No. 3 reflects such donation.

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. 3 between the City of Grand Island and Starostka Group, Inc. of Grand Island, Nebraska, to decrease the contract price due to a donation by Home Depot in the amount of \$2,000.

Adopted by the City Council of the City of Grand Island, Nebraska, January 25, 2005.

RaNae Edwards, City Clerk

Approved as to Form ¤

January 20, 2005 ¤ City Attorney