

CITY OF PEORIA, ARIZONA
COUNCIL COMMUNICATION

CC: 9C
Amend No. _____

Date Prepared: October 16, 2007

Council Meeting Date: November 6, 2007

TO: Terrence L. Ellis, City Manager

FROM: William J. Mattingly, Public Works Director *WJM*

PREPARED BY: Walt Begley, Facilities Manager

SUBJECT: Authorize a contract amendment in the amount of \$732,000 to Johnson Carlier Inc. for the Renovation and Expansion of the Municipal Operations Center Project (PW00300) and a budget amendment in the amount of \$435,356.

RECOMMENDATION:

That the Mayor and City Council authorize: 1. Contract Amendment #4 in the amount of \$732,000 to Johnson Carlier Inc. (JCI) for the Renovation and Expansion of the Municipal Operations Center Project. 2. A budget amendment for the Renovation and Expansion of the Municipal Operations Center Project (PW00300) in the amount of \$435,356 including transfers from various funding sources as itemized within the summary.

SUMMARY:

In March of 2005, the Mayor and Council authorized a Design/Build contract with Johnson Carlier Inc. (JCI) for the Renovation and Expansion of the Municipal Operations Center (MOC) Project. Subsequently the construction portion of the project was authorized by the Mayor and Council in May of 2006 and an additional amendment was authorized in January 2007 to include the vehicle wash equipment along with some other anticipated elements of the project.

Contract Amendment #4 addresses additional items which are required to complete the project at a cost of \$732,000. This amount can be broken down into three categories. The City requested changes in the amount of \$129,001 are primarily due to coordination with the Butler Water Reclamation project that required the relocation of the MOC retention basin from the north side to the south side of the Butler site. Security enhancements and other minor adjustments to defined scope were also included. The second category relates to the escalation of materials in the amount of \$374,302. This was primarily driven

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Council Communication
October 22, 2007

by increases in the cost of asphalt and concrete over what was budgeted along with dramatic increases in steel and copper. The third category relates to unforeseen site conditions in the amount of \$228,697. This was due to the fact that the condition of certain existing utilities including the determination that the existing gas line had to be replaced and additionally Salt River Project made a major change in the plan concerning the service feed for the administration building.

A summary of the key financial elements of the project is:

JCI Current Contract Amount	\$13,377,604
JCI Contract Amendment #4	\$ 732,000
Total JCI Contract (Including Amendment #4)	\$14,109,604
Other City Project Costs	\$ 1,959,757
Total Requirement for Project	\$16,069,361
Total Authorized Project Budget	\$15,634,005
Increase over budgeted funds	(2.8%) \$ 435,356

Details of the fund transfers:

General Fund Contingency From 1000-0300-570000 to 1000-0310-540500CIPOFPW00300	\$123,473.00
Half Cent Sales Tax Contingency From 1210-0350-570000 to 1210-0350-540500CIPOFPW00300	\$ 83,540.00
Water Utility Fund Contingency From 2050-2050-570000 to 2050-2050-540500CIPOFPW00300	\$ 55,694.00
Sanitation Expansion Fund Contingency From 2650-2860-570000 to 2650-2860-540500CIPOFPW00300	\$111,387.00
General Fund Contingency use of bond proceeds (2007 GO bond Fund) From 1000-0300-570000 to 4210-4210-540500CIPOFPW00300	\$ 61,262.00
Total	\$435,356.00

Staff recommends that the Mayor and Council authorize Contract Amendment #4 in the amount of \$732,000 to Johnson Carlier Inc. for the Renovation and Expansion of the Municipal Operations Center Project and authorize a Budget Amendment in the amount of \$435,356.00



CONTRACT AMENDMENT Change Order

Materials Management
Procurement
8314 W. Cinnabar Ave.
Peoria, AZ 85345
Telephone: (623) 773-7115
Fax: (623) 773-7118
Buyer: Jennifer Miller

Solicitation No.: P05-0033 Page 1 of 4
Amendment No.: Four(4) Date: 10/16/07

Project No.: Agreement Date: May 18, 2006
Project Description: MOC Expansion Completion Date: November 26, 2007
Change Order Type: Owner Initiated Errors & Omissions Unknown Conditions Phased Award

The changes as shown on the attached sheet are hereby made to the contract.

Contract Price Change:

Original Contract Price:	\$935,421
Total of previous change orders:	12,087,753
Original contract price plus previous change order(s):	13,377,604
The contract price due to this change order will be increased by:	732,000
The new contract price including this change order will be:	14,109,604

Contract Time Change:

The contract time will be increased by 0 days.
The new date for completion of all work will be 11/26/07

Contractor hereby acknowledges receipt and agreement. A signed copy shall be filed with the City of Peoria, Materials Management Division.

Signature			Date	Typed Name and Title		Company Name	
738 S. 52 nd St.				Tempe	AZ	85281-7211	
Address				City	State	Zip Code	

Attested By:
Mary Jo Kief, City Clerk

9C 110607
CC Number

LCON 03505D
Contract Number

City Seal
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Official File

[Signature] 10-23-2007
William Mattingly, Public Works Director

[Signature]
Jennifer Miller, Contract Officer

Approved By: Herman F. Koebergen, Materials Manager

Approved as to Form: Stephen M. Kemp, City Attorney
The above referenced Contract Amendment is hereby Executed
_____, _____, at Peoria, Arizona

Terrence L. Ellis, City Manager

ORIGINAL