



CITY OF HAYWARD

Hayward City Hall
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Cover Memo

File #: CONS 15-306, **Version:** 1

DATE: November 3, 2015

TO: Mayor and City Council

FROM: Director of Public Works

SUBJECT

Pavement Rehabilitation Gas Tax FY15: Amend Construction Contract

RECOMMENDATION

That Council adopts the attached resolutions (Attachments I and II):

1. Amending the construction contract with Graham Contractors, Inc., by increasing the Administrative Change Order amount from \$102,000 to \$156,784 for the Pavement Rehabilitation Gas Tax FY15 project; and
2. Appropriating an additional \$17,421 for this project from the Gas Tax Fund.

BACKGROUND

On June 17, 2014, Council awarded the contract for the Pavement Rehabilitation Gas Tax FY15 project to Graham Contractors, Inc., and increased the Administrative Change Order amount from \$40,000 to \$102,000. The request for additional funds was to slurry seal additional streets that otherwise would not be included due to limited funds.

DISCUSSION

The previous Council-approved increase in the Administrative Change Order amount for additional slurry seal covered Harder Road, West A Street, and Golf Course Road. Additionally, staff included slurry seal of portions of the Police Administration Building parking lots. At that time, staff assumed the available balance from the low bid would allow for the additional streets to be completed. However, work quantities, specifically, localized pavement repairs and damaged detector loop replacement, exceeded the assumed quantities. As a result, the final construction cost exceeded the contract amount by \$54,784.

As referenced in Attachment I, staff recommends Council approve the resolution increasing the Administrative Change Order amount by \$54,784, for a contract total not-to-exceed amount of \$873,396.

FISCAL IMPACT

The project costs are as follows:

	<u>Estimated at Award</u>	<u>Final Costs</u>	<u>Difference</u>
Construction Contract	\$818,612	\$873,396	(\$54,784)
Design & Administration	32,388	24,957	7,431
Construction Engineering, Inspection, and Testing	69,000	35,068	33,932
Striping by City Crew	80,000	84,000	(4,000)
Total Project Cost	1,000,000	\$1,017,421	(\$17,421)

The Adopted FY 2016 Capital Improvement Program includes \$1,000,000 for the Pavement Rehabilitation Gas Tax FY15 project in the Gas Tax Fund. However, an additional appropriation of \$17,421 is needed to complete the project. As referenced in Attachment II, staff recommends Council approve the resolution appropriating \$17,421 from the Gas Tax Fund to complete the project. The Gas Tax Fund contains adequate fund balance to accommodate this additional appropriation.

Prepared by: Yaw Owusu, Assistant City Engineer

Recommended by: Morad Fakhrai, Director of Public Works

Approved by:



Fran David, City Manager

Attachments:

Attachment I
Attachment II

Resolution - Amend Contract
Resolution - Appropriation of Funds