

M E M O R A N D U M
DEPARTMENT OF PUBLIC WORKS
County of Placer

TO: BOARD OF SUPERVISORS

DATE: August 18, 2015

FROM: KEN GREHM / PETER KRAATZ

SUBJECT: **CONTRACT CHANGE ORDERS - KINGS BEACH COMMERCIAL CORE IMPROVEMENT PROJECT - CONTRACT NO. 1140**

ACTION REQUESTED / RECOMMENDATION

Adopt a Resolution increasing the Kings Beach Commercial Core Improvement Project Construction Contract No. 1140 contingency from six percent to nine percent, and authorizing the Director of Public Works to execute Contract Change Orders up for a total not to exceed contingency amount of \$1,923,750.

BACKGROUND / SUMMARY

The Board awarded Construction Contract No. 1140 to Q&D Construction, Inc., on December 12, 2013 for \$21,375,000 and authorized the Director to execute the contract and Contract Change Orders (CCO's) up to an amount of \$1,282,500, six percent of the contract amount. Construction began in April 2014, and the highway work is expected to be complete this fall.

Construction of sidewalks and road reconstruction has revealed grade differentials that exceed what was planned, and have resulted in increased earthwork quantities. Additional work is required for conforming new improvements with existing features. Additionally, utilities not being located properly required additional work by Q&D Construction crews and caused unanticipated delays. Also, Caltrans has requested modifications to the median islands at the roundabouts along State Route 28.

Contract change orders are approaching the original six percent contract contingency amount, and it is anticipated that the final construction cost will be one hundred nine percent of the approved contract total. Therefore, the Department is asking to increase the authorized contingency from 6 percent to 9 percent of the original contract amount.

This resolution increases the authorized contract contingency by \$641,250 to a total not to exceed the amount of \$1,923,750 with Q&D Construction. This resolution increases the total contract amount, with contingencies, to \$23,298,750.

ENVIRONMENTAL

For Kings Beach Commercial Core Project the County prepared an Environmental Impact Report (EIR) pursuant to the requirements of California Environmental Quality Act (CEQA) and Placer County Environmental Review Ordinance; an Environmental Impact Statement (EIS) to meet the requirements of the Tahoe Regional Planning Agency; and a Environmental Assessment (EA) to meet the requirement of the Federal Highway Administration. The EIR was adopted by the Board of Supervisors on September 23, 2008.

FISCAL IMPACT

The Project is fully funded through various sources including the Federal Highway Administration (\$7.2 Million), Placer County Successor Agency (\$8.6 Million), North Lake Tahoe Resort Association (\$2.7 Million), State-Local Partnership Program (\$1 Million), State Transportation Improvement Program (\$5 Million), CDBG (\$1.5 Million) and Placer County Traffic Impact Fees (\$1 Million). The additional contingency will be allocated to these funding sources, as allowed.

Attachments: Resolution; Location Map

**Before the Board of Supervisors
County of Placer, State of California**

In the matter of: A RESOLUTION INCREASING THE KINGS BEACH COMMERCIAL CORE IMPROVEMENT PROJECT CONSTRUCTION CONTRACT NO. 1140 CONTINGENCY AND AUTHORIZING THE DIRECTOR OF PUBLIC WORKS TO EXECUTE CONTRACT CHANGE ORDERS UP TO THE REVISED CONTINGENCY AMOUNT

Resol. No. _____

The following Resolution was duly passed by the Board of Supervisors of the County of Placer at a regular meeting held on _____ by the following vote on roll call:

Ayes:

Noes:

Absent:

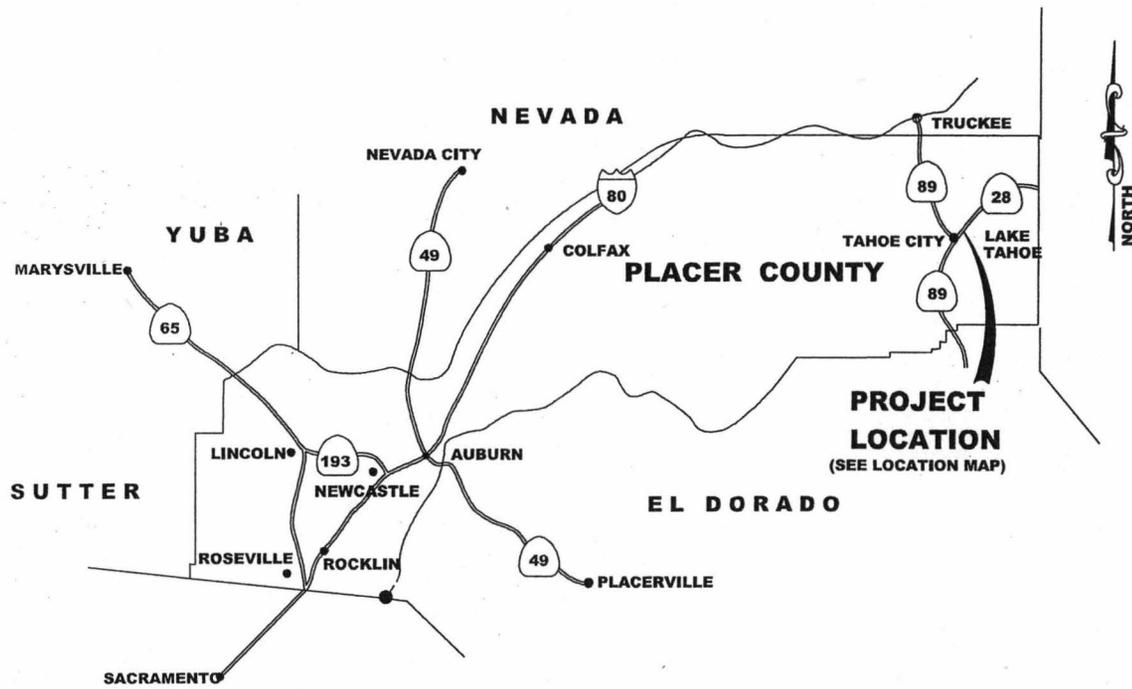
Signed and approved by me after its passage.

Chair, Board of Supervisors

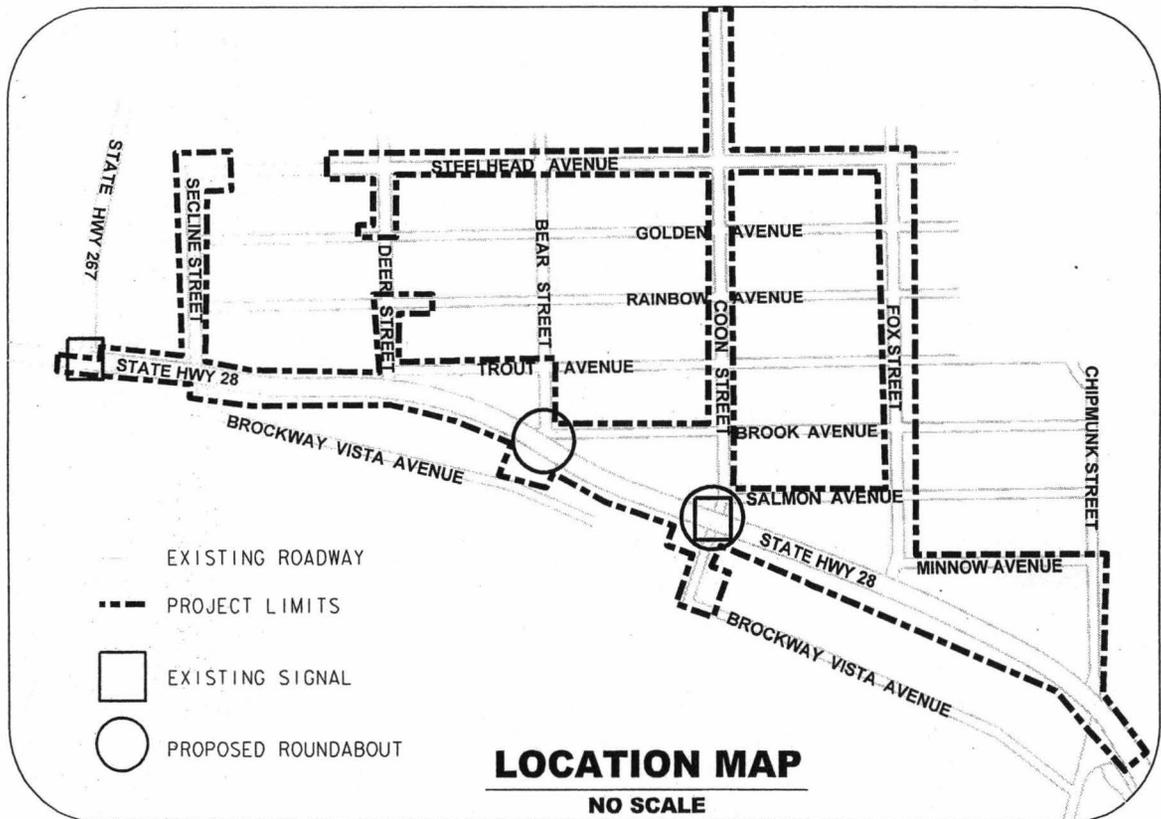
Attest:
Clerk of said Board

BE IT RESOLVED AND ORDERED by the Board of Supervisors of the County of Placer, State of California, that this Board authorizes an increase in the Kings Beach Commercial Core Improvement Project, Construction Contract No. 1140 from six percent to nine percent and authorizes the Director of Public Works to execute contract change orders for a total contingency not to exceed amount of \$1,923,750.

KINGS BEACH COMMERCIAL CORE IMPROVEMENT PROJECT



SACRAMENTO



LOCATION MAP
NO SCALE

