



City of Galveston

CAPITAL PROJECTS STAFF REPORT

08 January 2019

To: Brian Maxwell, City Manager
Hon. Mayor and City Council Members

From: Ross E. Blacketter, P.E., Director of Capital Projects

RE: Consider for approval Change Order #1 for the contract with RAC Industries, LLC., for the Sidewalk Construction - Avenue L from 53rd St to 43rd St & Avenue M from 35th St to 28th St project, **decreasing** the contract from \$685,866.00 by the amount of \$124,819.50 to a final cost of \$561,046.50. Authorizing the City Manager to execute all necessary documents upon final approval by the City Attorney.

I. Background

- A. The Neighborhood Improvement Program began in 2013 as an initiative that would set aside a certain amount of funds for City Council members to use in order to make discretionary neighborhood improvements within their elected districts.
- B. On 14 December 2017, City Council awarded a contract with RAC Industries, LLC., for the Sidewalk Construction - Avenue L from 53rd St to 43rd St & Avenue M from 35th St to 28th St project in the amount of \$685,866.00.

II. Current Situation

- A. The Neighborhood Improvements project is complete.
- B. RAC has requested a final change order reconciling the accounting for this project as shown in the attached documentation.
- C. Unused items and value engineering for this contract result in a **decrease** of \$124,819.50 to the contract price.

III. Impact or ramifications:

This change order is necessary to close out this project.

IV. Alternatives in order of priority

- A. Approve Change Order #1 for the contract with RAC Industries, LLC. for the Sidewalk Construction - Avenue L from 53rd St to 43rd St & Avenue M from 35th St to 28th St project, **decreasing** the contract from \$685,866.00 by the amount of \$124,819.50 to a final cost of \$561,046.50.
- B. Do not approve the request.





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V. Recommendation

Approve Change Order #1 for the contract with RAC Industries, LLC. for the Sidewalk Construction - Avenue L from 53rd St to 43rd St & Avenue M from 35th St to 28th St project, **decreasing** the contract from \$685,866.00 by the amount of \$124,819.50 to a final cost of \$561,046.50.

VI. Fiscal Impact Report

Requested by:

Ross E. Blacketter, P.E.
Director of Capital Projects

Funding Source:

\$ 484,958.22 2015 CDBG
\$ 89,838.28 2016 CDBG (**decrease** of \$95,119.50)
\$ 0 District 1 Funds (**decrease** of \$40,000.00)

Construction Cost

\$ 561,046.50 (**decrease** of \$124,819.50)

Construction Administration

\$ 13,750.00

Material Testing

\$ 0 (**decrease** of \$10,000.00 – *not used*)

Total Cost of Implementation \$ 574,796.50

Respectfully Submitted,

Ross E. Blacketter, P.E.
Director of Capital Projects





Sidewalk Construction
Ave L (53rd – 43rd Street) & Ave M (35th – 28th Street)
Contract Change Order Number 1

Consultant: GC Engineering, Inc. 2505 Park Avenue Pearland, TX 77581 Phone No.: 281.412.7008	Owner: City of Galveston 823 Rosenberg Galveston, TX 77550 Phone No.: 409.797.3630	Contractor: RAC Industries, LLC 2512 Cocoa Lane Pasadena, TX 77502 Phone No.: 713.534.1151 Agreement Date: 1/09/2018
<u>Change in Contract Price</u>		<u>Change in Contract Time (Calendar Days)</u>
Original Contract Price: \$685,866.00	Original Contract Time: 60 days	
Previous Change Order(s): No. to No. \$0.00	Net Change From Previous Change Orders: 0 days	
Contract Price Prior to this Change Order: \$685,866.00	Contract Time Prior to this Change Order: 60 days	
Net Increase/Decrease of this Change Order: -\$124,819.50	Net Increase/Decrease of this Change Order: 0 days	
Contract Price With all Approved Change Orders: \$561,046.50	Contract Time With all Change Orders: 60 days	
Cumulative Percent Change in Contract Price (+/-): - 18.19 %	Construction Contract End Date: (mm/dd/yy) 03/15/2018	

RECOMMENDED:

By: *D. Bharath*
 GC ENGINEERING, INC.

Date: 12/28/2018

APPROVED:

By: _____
 CITY OF GALVESTON

Date: _____

ACCEPTED:

By: *J. Santos*
 RAC INDUSTRIES, LLC

Date: 1/2/2019

NOTE: A cumulative change in the contract price in excess of 25% cannot be reviewed.

**Ave. L (53rd - 43rd Street) & Ave M (35th - 28th Street)
Change Order 1**

ITEM	DESCRIPTION	UNIT	ORIG QTY	TOT QTY TO DATE	UNIT PRICE	TOTAL AMT DUE TO DATE	CONTRACT PRICE	BALANCE	% COMPLETE
8	Remove and Relocate Existing Sign, Marker	EA	7	6	\$ 287.50	\$ 1,725.00	\$ 2,012.50	\$ 287.50	86%
9	Reinforced Concrete Retaining wall, all	LF	170	50	\$ 52.90	\$ 2,645.00	\$ 8,993.00	\$ 6,348.00	29%
17	12" Steel Culvert	LF	12	0	\$ 92.00	\$ -	\$ 1,104.00	\$ 1,104.00	0%
22	Remove and Reinstall Existing Water Meter	EA	2	0	\$ 1,035.00	\$ -	\$ 2,070.00	\$ 2,070.00	0%
24	Concrete Curb	LF	300	0	\$ 4.60	\$ -	\$ 1,380.00	\$ 1,380.00	0%
25	Extra Hand Excavation and Grading	CY	200	50	\$ 9.20	\$ 460.00	\$ 1,840.00	\$ 1,380.00	25%
26	Remove and Replace Pavement with or without	SY	200	0	\$ 116.00	\$ -	\$ 23,000.00	\$ 23,000.00	0%
27	Reinforced Concrete - Class A, including	CY	200	0	\$ 222.00	\$ -	\$ 44,400.00	\$ 44,400.00	0%
28	Unreinforced Concrete (Minimum 3000 psi),	CY	200	0	\$ 207.00	\$ -	\$ 41,400.00	\$ 41,400.00	0%
29	Milling Asphalt Pavement and Disposal	SY	500	0	\$ 6.90	\$ -	\$ 3,450.00	\$ 3,450.00	0%
	TOTAL						\$	124,819.50	

ITEM	DESCRIPTION	DECREASE IN CONTRACT PRICE	INCREASE IN CONTRACT PRICE
8	Remove and Relocate Existing Sign, Marker	\$ (287.50)	
9	Reinforced Concrete Retaining wall, all	\$ (6,348.00)	
17	12" Steel Culvert	\$ (1,104.00)	
22	Remove and Reinstall Existing Water Meter	\$ (2,070.00)	
24	Concrete Curb	\$ (1,380.00)	
25	Extra Hand Excavation and Grading	\$ (1,380.00)	
26	Remove and Replace Pavement with or without	\$ (23,000.00)	
27	Reinforced Concrete - Class A, including	\$ (44,400.00)	
28	Unreinforced Concrete (Minimum 3000 psi),	\$ (41,400.00)	
29	Milling Asphalt Pavement and Disposal	\$ (3,450.00)	
	TOTAL	\$ (124,819.50)	