

RESOLUTION NO. 2021-0003

Adopted by the Sacramento City Council

January 5, 2021

Change Order: 3rd Street Relief Sewer Project

BACKGROUND

- A. Steve P. Rados, Inc, was authorized to perform construction services for the 3rd Street Relief Sewer Project by City Agreement No. 2019-0674. Throughout the project, there have been a significant amount of differing site conditions and unforeseen underground conflicts, such as historic streetcar tracks and various utility conflicts.

The most recent change order, Change Order No. 28, provides for the additional Hot Mix Asphalt (HMA) required for the contractor to complete the project. Due to the number of unforeseen underground conflicts, such as the historic streetcar tracks and several other utility conflicts, as well as the existing condition of the roadways, the amount of HMA tonnage estimated to complete the project is not adequate. The proposed Change Order No. 28 provides for additional HMA paving to complete the street resurfacing for this project. The original contract amount of HMA tonnage was set at 2,250 tons, however, due to the additional paving, it is estimated that the City will need 800 additional tons of HMA to complete the project. This change order will be in the amount of \$240,000 and will increase the total contract amount to \$16,307,661.

- B. With Change Order No. 28, the City's approved budget of \$19,737,365 will be exceeded. Accounting for Change Order No. 28, as well as the anticipated future change orders, it is estimated that the project budget will require \$800,000 in additional funds to successfully complete the project, on time, and in line with City Standards, which will increase the total contract budget value to \$20,537,365.
- C. A budget augmentation of \$800,000 is required to provide sufficient funds to the 3rd Street Relief Sewer Project to accommodate for the anticipated additional work necessary to complete this project (X14010000, Wastewater Impact Fund 6002).

BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:

- Section 1. The City Manager or the City Manager's designee is authorized to execute Change Order No. 28 with Steve P. Rados, Inc, for an amount of \$240,000.

Section 2. The City Manager or the City Manager's designee is authorized to transfer \$800,000 from the Sewer Development Fee Fund (Fund 6002) available fund balance to the Combined Sewer System (X14010000, Fun 6002).

Adopted by the City of Sacramento City Council on January 5, 2021 by the following vote:

Ayes: Members Ashby, Guerra, Harris, Jennings, Loloee, Schenirer, Valenzuela, Vang, and Mayor Steinberg

Noes: None

Abstain: None

Absent: None

Attest: **Mindy Cuppy** Digitally signed by Mindy Cuppy
Date: 2021.01.11 12:19:29 -08'00'

Mindy Cuppy, City Clerk

The presence of an electronic signature certifies that the foregoing is a true and correct copy as approved by the Sacramento City Council.