



AGENDA REPORT

SAN CLEMENTE CITY COUNCIL MEETING
Meeting Date: March 21, 2017

Agenda Item 6I

Approvals:

City Manager [Signature]

Dept. Head [Signature]

Attorney [Signature]

Finance [Signature]

Department: Public Works / Engineering
Prepared By: Tom Bonigut, Deputy Public Works Director

Subject: **APPROVE A CONTRACT CONTINGENCY INCREASE TO THE CONTRACT WITH NR DEVELOPMENT, INC., FOR THE SAN LUIS REY PARK PLAYGROUND REPLACEMENT PROJECT No. 12724.**

Fiscal Impact: Yes. A supplemental appropriation in the amount of \$22,400 is needed from the Community Development Block Grant Fund (CDBG). There is sufficient fund balance within the CDBG account for this expenditure.

Summary: This action requests City Council approval to increase the construction contract contingency from \$7,500 to \$29,900 to account for extra project work needed due to differing site conditions as discussed below.

Discussion: In January 2017 the City Council awarded a construction contract in the amount of \$148,870 to NR Development, Inc., for replacement of the San Luis Rey park playground. The contractor started work in February and during demolition, discovered oversized footings on two sides of the playground pit which were not indicated on any existing plans or information the City has for this site. The extra effort to remove the interfering footings was addressed via a change order under the approved project contingency. Since then, additional needed changes were identified to be able to install a required ADA-compliant access path of travel given site conditions. The original approved contract contingency was \$7,500, but about \$22,400 will be needed to complete the required change order work as summarized in the table below. This project is a CDBG project and there are available CDBG funds for this additional expense.

Approved Construction Contract	\$ 148,870
Approved Contingency	\$ 7,500
<i>Subtotal</i>	<i>\$ 156,370</i>
Change Order #1	\$ 3,300
<i>Remaining Project Contingency</i>	<i>\$ 4,200</i>
Change Orders #2 through #5	\$ 26,600
Additional Needed Contingency	\$ 22,400
Total Revised Project Contingency	\$ 29,900

Recommended

Action: STAFF RECOMMENDS THAT the City Council:

1. Approve a supplemental appropriation in the amount of \$22,400 from the Community Development Block Grant undesignated fund balance to Account No. 017-896-45300-000-17349 for the San Luis Rey Park Playground Project; and
2. Approve an increase to the contingency from \$7,500 to \$29,900 for the San Luis Rey Park Playground Project No. 12724.

Attachment: Location Map

Notification: None.

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