

CITY OF HIGH POINT

AGENDA ITEM



Title: Water & Sewer Maintenance Contract – Change Order #03
Breece Enterprises Inc.

From: Trevor Spencer, PE
Engineering Services Director

Meeting Date: January 18, 2022

Public Hearing: N/A

Advertising Date:
Advertised By:

Attachments: Change Order #03

PURPOSE:

The City annually awards a contract to assist the Water and Sewer Mains Division with routine maintenance and emergency repairs of water and sanitary sewer utilities. This contract is funded by the Public Services Department and administered by the Engineering Services Department.

BACKGROUND:

A contract was awarded to Breece Enterprises, Inc for \$904,725.00 by City Council on July 21, 2021. Contract funds have been exhausted due to Water and Sewer Mains Division staffing impacts and a high volume of maintenance repair needs. Additionally, due to staffing impacts to the Street Maintenance Division, all asphalt patching for water and sewer utility cuts is also being performed under this maintenance contract. A change order approval for an additional \$900,000.00 is requested to increase the purchase order for the water and sewer emergency repairs contract to cover routine maintenance and emergency repairs through the end of the current fiscal year.

For reference, the same Water and Sewer Maintenance Contract from FY20-21 required two change orders that ultimately resulted in a final contract amount of \$1,650,725.00. The proposed \$900,000.00 change order to the current contract is expected to be sufficient funding for the remainder of the fiscal year, including the additional costs incurred by the contract for performing all asphalt patching of street cuts for water and sewer utilities.

BUDGET IMPACT:

Funds for this contract are available in the FY 2021-2022 budget.

RECOMMENDATION / ACTION REQUESTED:

On behalf of the Public Services Department, the Engineering Services Department is recommending that Council approve the change order for \$900,000.00 to increase the contract amount for Breece Enterprises, Inc. from \$904,725.00 to the amount of \$1,804,725.00.

CITY OF HIGH POINT

CHANGE ORDER/SUPPLEMENTAL AGREEMENT

P.O. BOX 230, HIGH POINT, NC 27261
ENGINEERING SERVICES DEPARTMENT



CHG. ORDER/SUP. AGREEMENT NO. 03	CONTRACT NO. ENG 2021-003	BID NO. 08-030421	CONTRACT: Water and Sewer Maintenance 2021-22
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TO: Breece Enterprises, Inc. High Point, NC
(CONTRACTOR)

You are hereby requested to comply with the following changes from the contract plans and specifications:

Description of Changes (Attach supplemental plans and specifications if necessary)	DECREASE In Contract Price	INCREASE In Contract Price
<p>Extend the above-described contract for additional work at the lump sum price(s):</p> <ul style="list-style-type: none"> ENG2021-003 Water and Sewer Maintenance 2021-2022 Contract Extension <ul style="list-style-type: none"> Lump Sum Price = \$900,000.00 		<p>\$900,000.00</p>
<p>Justification and reason for change: Due to additional work under the current contract amount will be exceeded after the seventh month of the annual contract. The Water/Sewer Mains Division has exhausted the funds allocated by the contract due to division staffing impacts and a high volume of emergency repair needs.</p>		

Lawson Account Number: <u>421779 533701 421001012805 40201</u>	<u>\$450,000.00</u>
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Previous Contract Total:	<u>\$904,725.00</u>
The contract total including this, and previous Change Orders/Supplement Agreements will be revised to:	<u>\$1,804,725.00</u>
Revised completion date:	<u>No Change</u>

This document will become a supplement to the contract and all provisions will apply hereto:

Requested By: <u>Benny D.</u> (Construction Contracts Administrator)	<u>11/5/2022</u> (Date)
Recommended: <u>Tina Brown</u> (Engineering Services Director)	<u>11/5/2022</u> (Date)
Accepted: <u>[Signature]</u> (Breece Enterprises, Inc.)	<u>11/5/22</u> (Date)
Approved: _____ (City of High Point)	_____ (Date)
Approved: _____ (Finance Department)	_____ (Date)

(Corporate Seal)