



# City of Galveston

## CAPITAL PROJECTS STAFF REPORT

17 January 2018

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 from Triple B Services, LLC, for the Sealy Avenue Improvements from 33rd to 25th project, increasing the contract amount from \$2,468,141.50 by \$46,200.00 to the new cost of \$2,514,341.50, and increasing the term by 131 days to 341 calendar days. The funding source will be the CDBG Disaster Recovery Non-Housing Round 2.2 program. Authorizing the City Manager to execute all necessary documents upon final approval by the City Attorney.

### **I. Background**

- A. Many of the City's Streets were damaged during Hurricane Ike in 2008.
- B. The U.S. Department of Housing and Urban Development approved the State's amended action plan for \$1.7 billion in second round disaster recovery funding associated with Hurricane Ike and Dolly.
- C. The amended state plan allocates \$1.032 billion to the Houston-Galveston Area Council region.
- D. The General Land Office approved Arceneaux Wilson & Cole LLC to perform design and construction phase services for the Sealy Avenue Improvements from 33rd to 25th project.
- E. Triple B Services was awarded the contract by Council on April 27, 2017 in the amount of \$2,468,141.50.

### **II. Current Situation**

- A. Upon beginning construction, various issues were encountered regarding existing utilities within the project boundaries:
  1. An existing telephone conduit was encountered that requires the realignment of the proposed storm sewer system.
  2. The existing water main was incorrectly located and misidentified as to the type of material.
  3. Relocation of existing gas and electric lines delayed the commencement of work.
- B. Triple B Services, LLC has requested Change Order #1 for the following:
  1. The addition of twelve (12) storm sewer manholes at a cost of \$46,200.00 to provide for the realignment in the design.





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2. A time extension of 131 calendar days to accommodate the delays experienced by the need to investigate the existing waterline and for the relocation of the private utilities.
- C. Arceneaux Wilson & Cole LLC, the design engineer, has reviewed and recommends approval of this change order.

### III. Issues

These items are necessary in order for work to proceed on this project.

### V. Alternatives in order of priority

- A. Approve Change Order #1 from Triple B Services, LLP, increasing the amount by \$46,200.00 for the Sealy Avenue Improvements from 33rd to 25th project, and extending the time by 131 days.
- B. Do not approve the request.

### VI. Recommendation

Approve Change Order #1 from Triple B Services, LLP, increasing the contract amount by \$46,200.00 for the Sealy Avenue Improvements from 33rd to 25th project for a new contract total of \$2,514,341.50, and increasing the term by 131 days to 341 calendar days.

### VII. Fiscal Impact Report

Requested by:

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

Funding Source:

CDBG DR Non-Housing Round 2.2

Construction Cost

\$ 2,514,341.50 (increase of \$46,200.00)

Construction Administration

\$ 115,927.56

Total Cost of Implementation

\$ 2,630,269.06

Respectfully Submitted,

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





## Texas General Land Office Disaster Recovery

### Construction Contract Change Order Request Form

<b>Engineer:</b> Arceneaux Wilson & Cole LLC 2901 Turtle Creek Drive Suite 320 Port Arthur, TX 77642  Phone No.: 409.724.7888	<b>Owner (Contractor Locality):</b> City of Galveston 823 Rosenberg Galveston, TX 77550  Phone No.: 409.797.3630	<b>Contractor:</b> Triple B Services, LLP 820 Old Atascocita Road Huffman, TX 77336  Phone No.: 281.324.3264 Agreement Date: 06/14/2017	
<b>Date:</b> 01/12/18  <b>Project Code No.:</b> P21547-4  <b>Bid Package No.:</b> 228103-1_BID2	<b>Contract For (Project Description):</b>  Sealy Street Improvements from 33 <sup>rd</sup> Street – 25 <sup>th</sup> Street	<b>GLO Contract No.:</b> 15-081-000-8748  <b>Change Order No.:</b> 1	
You are hereby requested to comply with the following changes from the contract plans and specifications:			
<b>Item No.</b>	<b>Description of Changes: Quantities, Units, Unit Prices, Change in Completion Scheduled, Etc.</b>	<b>Decrease in Contract Price</b>	<b>Increase in Contract Price</b>
86	Type C Storm Manhole: 12 EA @ \$3,850.00		\$46,200.00
<b><u>Change in Contract Price</u></b>		<b><u>Change in Contract Time (Calendar Days)</u></b>	
Original Contract Price: \$2,468,141.50		Original Contract Time: 210 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: \$2,468,141.50		Contract Time Prior to this Change Order: 210 days	
Net Increase/Decrease of this Change Order: \$46,200.00		Net Increase/Decrease of this Change Order: 131 days	

Contract Price With all Approved Change Orders: \$2,514,341.50	Contract Time With all Change Orders: 341 days
Cumulative Percent Change in Contract Price (+/-): +1.87%	Grantee Contract End Date: (mm/dd/yy) 12/31/2018
Construction Contract Start Date: (mm/dd/yy) 07/12/2017	Construction Contract End Date: (mm/dd/yy) 06/18/2018

Reimbursements of costs included in this change order are subject to review by the GLO-DR program.  
 \* This document may be executed prior to submission for GLO-DR program review, but all parties involved will be held responsible if the change order or the amendment warranted as a result of this change order is not in compliance with CDBG or HUD requirements.

**RECOMMENDED:**

By: *Marie A. Cho*  
 ENGINEER  
 Arceneaux, Wilson & Cole LLC  
 Date: 01/16/2018

**APPROVED:**

By: \_\_\_\_\_  
 OWNER  
 City of Galveston  
 Date: \_\_\_\_\_

**ACCEPTED:**

By: *John Petercunt*  
 CONTRACTOR  
 Triple B Services, LLP  
 Date: 1/16/2018

**JUSTIFICATION FOR CHANGE**

1. Will this Change Order increase or decrease the number of beneficiaries?  Increase  Decrease  No Change  
 If there is a change, how many beneficiaries will be affected? Total \_\_\_\_\_ L/M \_\_\_\_\_

2. Effect of this change on scope of work:  Increase  Decrease  No Change

3. Effect on operation and maintenance costs:  Increase  Decrease  No Change

4. Are all prices in the change order dependent upon unit prices found in the original bid?  Yes  No  
 If "No", explain:  
 Added construction items not included in original bid:  
 Type C Manholes

5. Has this change created new circumstances or environmental conditions which may affect the project's impact, such as concealed or unexpected conditions discovered during actual construction?  Yes  No

If "Yes", is an Environmental Re-assessment required?

6. Is the Texas Commission on Environmental Quality (TCEQ)

clearance still valid? (if applicable)

Yes

No

7. Is the TCEQ permit approval still valid? (sewer projects only)

Yes

No

8. Are the handicapped access requirements/approval

still valid? (if applicable)

Yes

No

9. Are other Disaster Recovery contractual special condition clearance

still valid?

Yes

No

(If no, specify):

**NOTE:** Generally, a cumulative change in the contract price in excess of 25% cannot be reviewed (18% **decrease** for counties).



January 10, 2018

Mr. Ross Blacketter  
**City of Galveston**  
823 Rosenberg  
Room 205  
Galveston, Texas 77550

**RE: CHANGE ORDER NO. 1**  
**Sealy Street Improvements from 33<sup>rd</sup> St. to 25<sup>th</sup> St.**  
**Job No. COG-010**

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Dear Mr. Blacketter:

Attached is Change Order No. 1 for the Sealy Street Improvements from 33<sup>rd</sup> St. to 25<sup>th</sup> St. project. The change order is to add Type C Manholes to move the storm sewer system away from an existing telephone conduit. These utilities were unmarked until after construction commenced. The contractor also had to relocate the alignment for the proposed 24-inch water line. This water line was marked incorrectly due to inaccurate record documents. The contractor, currently, is only asking for a time extension for this work. The overall result for the changes is a change order to increase the contract amount by \$ 46,200.00. A time extension of 131 days due to the utility investigation and 24" Water Line Relocation is also included. I have attached Change Order No. 1 which modifies the contract to reflect these changes for your consideration and action. Should you have any questions or require additional information, please contact our office.

Very truly yours,

**Arceneaux Wilson & Cole LLC**  
**TEXAS REGISTERED ENGINEERING FIRM F-16194**

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Marc Ochoa, PE, SIT  
Senior Project Manager