

CITY OF EL PASO, TEXAS
REQUEST FOR COUNCIL ACTION (RCA)

DEPARTMENT: STREETS

AGENDA DATE: May 9, 2006

CONTACT PERSON/PHONE: Rick Conner, City Engineer

DISTRICT(S) AFFECTED: ALL

SUBJECT:

Bid 2004-078 City Wide Street Resurfacing 2004

BACKGROUND / DISCUSSION:

It has been determined that extraordinary increases have occurred in the global oil market. Therefore, contract unit prices are hereby adjusted due to such increases in the oil market. Item 6 Performance Grade H.M.A.C. price changed from \$30.40 per ton to \$38.00 per ton. Estimated quantities remaining 23,730 tons for a total increase of \$180,348. We are lowering line item 7 Performance Grade Seal Coat, price of \$33.40 by 5,400 tons for a total amount of \$180,348.00.

PRIOR COUNCIL ACTION:

N/A

AMOUNT AND SOURCE OF FUNDING:

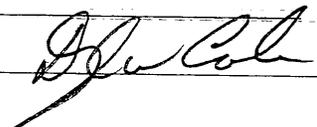
Funding sources are: Fund 29147 Street Resurfacing, DeptID 14200403 (CIP 04), Account 508027 (Construction), Project PBE04ST132 (Street Resurfacing City Wide)

BOARD / COMMISSION ACTION:

N/A

*****REQUIRED AUTHORIZATION*****

LEGAL: (if required) _____ **FINANCE:** (if required) _____

DEPARTMENT HEAD: 

Cc: Patricia D. Aduato, Deputy City Manager Development and Infrastructure Services

APPROVED FOR AGENDA:

CITY MANAGER: _____

DATE: _____

✓

CITY OF EL PASO FINANCIAL SERVICES DEPARTMENT CONTRACT CHANGE ORDER

DATE:	4/17/2006	CHANGE ORDER NO.:	#4
PROJECT:	Street Resurfacing	<input type="checkbox"/> SCOPE CHANGE	<input checked="" type="checkbox"/> CONSTRUCTION CHANGE
TO (Contractor):	Silverton Construction Co., Inc. P O Box 12629 El Paso, TX 79913	BID NO.:	2004-078
		DEPT. ID#:	14200403
		PROJ/GRANT/USER:	PBE04ST132
		FUND:	29147
		ACCOUNT:	508027
		PO NO.:	PO 2004007579

You are directed to make the following changes to this Contract:

It has been determined that extraordinary increases have occurred in the global oil market. Therefore, contract unit prices are hereby adjusted due to such increases in the oil market. Item 6 Performance Grade H.M.A.C. price changed from \$30.40 per ton to \$38.00 per ton. Estimated quantities remaining 23,730 tons for a total increase of \$180,348. We are lowering line item 7 Performance Grade Seal Coat, price of \$33.40 by 5,400 tons for a total amount of (\$180,348). *Increase is 25% on unit price Item #6.*

CHANGE ORDER AMOUNT : 0.00

Original Contract Sum	9,443,199.00
Net Change by previous Change Orders	599,998.00
Net Change by previous Construction Quantity Notices	0.00
Contract Sum prior to this Change Order	10,043,197.00
Contract Sum will be (increased) (decreased) (unchanged) By this Change Order	0.00
New Contract Sum, including this Change Order	10,043,197.00
Total Net Value of Change Orders To Date	599,998.00
Total Net Value of Construction Quantity Notices to Date	0.00

Contract Time will be (increased) (decreased) (unchanged)	BY () DAYS*	Original Contract Days:
		Days by Change Order:
		Total Days:

* Subject to the terms of the Contract, GENERAL CONDITIONS, SECTION 2.5

Net Change Order Percentage (Not to exceed 25%) 6.35%

CONTRACTOR	COEP USER DEPARTMENT	CITY OF EL PASO
<p>Silverton Construction Co., Inc. P O Box 12629 El Paso, TX 79913</p> <p>By: <u><i>Mike Whitney</i></u> <u>MIKE WHITNEY</u> Type or Print Name</p> <p><u>17 APR 06</u> Date</p>	<p>Street Department 7969 San Paulo Dr. El Paso, TX 79907</p> <p>By: <u><i>Daryl W Cole</i></u> <u><i>Daryl W Cole</i></u> Daryl W. Cole, Streets Director</p> <p><u>4/17/06</u> Date</p>	<p>CITY COUNCIL ACTION REQUIRED:</p> <p style="text-align: center;">[] No [X] Yes</p> <p style="text-align: center;">_____ Date Approved</p>
<p>ARCHITECT / ENGINEER</p> <p>By: _____</p> <p>_____ Date</p>	<p>By: _____</p> <p>_____ Date</p>	<p>By: _____</p> <p>_____ Date</p>

**CITY OF EL PASO PURCHASING DEPARTMENT
CONSTRUCTION CHANGE ORDER**

Items #	Descriptions of Item	Quantity	Unit Price (From)	Unit Price (To)	Total \$ Amount
6	Performance Grade H.M.A.C.	23,730 tons	\$30.40 tons	\$38.00	\$180,348.00
7	Performance Grade Seal Coat	(5,400) tons	\$33.40 tons		(\$180,348.00)

**CITY OF EL PASO
REQUEST FOR CHANGE ORDER**

TO: Financial Services, Construction Bidding

FROM: Street Department *Durr*

FIRM: Silverton Construction Co., Inc.

Phone No. 621-6750

DATE: 4/17/2006

RE: Project: Street Resurfacing _____

Bid No: 2004-078 _____

Change Order No: 4

Please Indicate Type: Construction Scope

Change in Contract Time: n/a Days

Change Order Amount: \$ n/a

Please Indicate Action to PO: Increase Decrease

Justification: It has been determined that extraordinary increases have occurred in the global oil market. Therefore, contract unit price is hereby adjusted by 25% on item #6, Performance Grade H.M.A.C price changed from \$30.40 per ton to \$38.00 per ton. Estimated quantities remaining to be placed are 23,730 tons for a total increase of \$180,348.00. We are decreasing the total quantities for line item 7 Performance Grade Seal coat by 5,400 tons for a total amount of \$180,348.00.

Attachments: Problem/Solution Rationalization
Contractor's Cost Proposal

JOHN COOK
MAYOR



JOYCE WILSON
CITY MANAGER

DARYL W. COLE
STREETS DIRECTOR

CITY COUNCIL

ANN MORGAN LILLY, DISTRICT 1
SUSANNAH M. BYRD, DISTRICT 2
J. ALEXANDRO LOZANO, DISTRICT 3
MELINA CASTRO, DISTRICT 4
PRESI ORTEGA, JR., DISTRICT 5
EDDIE HOLGUIN, JR., DISTRICT 6
STEVE ORTEGA, DISTRICT 7
BETO O'ROURKE, DISTRICT 8

STREET DEPARTMENT

April 17, 2006

Mr. Mike Whitney
Silverton Construction
PO Box 12629
El Paso, Texas 79913

Mr. Whitney,

Regarding bid number 2004-078, (City of El Paso purchase order number 2004007579) and your request to increase the price per ton in item 6 Performance Grade H.M.A.C., the Street Department intends to increase the price per ton from \$30.40 to \$38.00. In addition, the department will decrease the quantity in line item 7, Performance Grade Seal Coat by 5,400 tons.

Please advise if these adjustments will satisfy your contractual needs.

A handwritten signature in black ink, appearing to read "Daryl W. Cole".

Sincerely,

Daryl W. Cole
Director, El Paso Street Department

DATE: April 28, 2006
TO: Municipal Clerk
FROM: Rick Conner *RC*
City Engineer x 4313
THRU: Rachel Johnson
Clerk Typist II x 4162

Please place the following item on the **CONSENT** agenda for the Council Meeting of **MAY 9, 2006**.

Item should read as follows:

Approve Change Order No. Four (Construction Change) to Silverton Construction Co., Inc., for Contract No. 2004-078, Street Resurfacing 2004-2005 project. Due to extraordinary increases in the global oil market, contract unit prices are hereby adjusted. Item 6 Performance Grade H.M.A.C. price changed from \$30.40 per ton to \$38.00 per ton. Estimated quantities remain at 23,730 tons for a total increase of \$180,348.00. Item 7, Performance Grade Seal Coat, is being decreased 5,400 tons at price of \$33.40 per ton for a total decrease of \$180,348.00.

Contact person: Rick Conner, City Engineer at (915) 541-4423

AGENDA FOR: **May 9, 2006**

62-3-111 1-111199
CITY CLERK