

City of Greensboro

Melvin Municipal
Office Building
300 W. Washington Street
Greensboro, NC 27401

Agenda Report

File Number: 2023-191

Agenda Item# I. 3.

Agenda Date: 3/21/2023. **Department:** Water Resources

Meeting Type: Council Meeting **Category**: General Business Agenda

Title: 2023-191 Resolution Approving Change Order #1 to Contract 2020-0200 in the amount of \$3,232,000.00 with Cajenn Construction & Rehabilitation Services, Inc. for the Sanitary Sewer

and Water Line Rehabilitation 2020 Project

Council Priority: Place an 'x' in the box.

☐ Create an Environment to Promote Economic Development Opportunities and Job Creation

⊠Maintain Infrastructure and Provide Sustainable Growth Opportunities

□ Promote Public Safety & Reduce Crime

□ Exceptional Customer Service and a Diverse City Government Workforce

☐ Ensure Fiscal Stewardship, Transparency, & Accountability

Council District: All

Public Hearing: No

Advertising Date/By: N/A

Contact 1 and Phone: Michael Borchers, 336-373-2494 Contact 2 and Phone: Jason Geary, 336-373-2302

PURPOSE:

City Council approval is requested for a change order to Contract 2020-0200 with Cajenn Construction & Rehabilitation Services, Inc. for the Sanitary Sewer and Water Line Rehabilitation 2020 Project. This change order for \$3,232,000.00 is to account for additional items required during construction.

BACKGROUND:

This change order is necessary to cover the cost of additional items needed to support water and sewer rehabilitation construction. Approximately 20% of the change order amount addresses unsuitable soil, rock, and unforeseen conditions encountered while rehabilitating the water system along Sunset Drive. Approximately 50% of the change order covers a change in the rehabilitation method for the sewer along Sunset Drive. Due to the presence of interferences like trees and other buried utilities and the likelihood the original rehabilitation method (i.e. pipe

bursting) may not be completely successful, a less complicated and more assured method was recommended. A new sewer line will be installed in Sunset Drive between Nottingham Road and Hamilton Road extending up to W. Cornwallis Drive. The remaining 30% of the change order will fund the completion of needed sewer rehabilitation work in the Pisgah Church Road and Huffine Mill Road Area.

City Council originally approved a contract award in the amount of \$11,146,668.50 to Cajenn Construction & Rehabilitation Services, Inc. on October 20, 2020. MWBE goals were 7.0% MBE and 12.0% WBE, and Cajenn Construction & Rehabilitation Services, Inc. committed to 9.0% MBE participation and 9.0% WBE participation. This change order for \$3,232,000.00 increases the total contract award to \$14,378,668.50 and decreases MBE participation to 8.19% and decreases WBE participation to 7.72%.

BUDGET IMPACT:

Funds in the amount of \$3,232,000.00 are budgeted in Water Resources Capital Fund account number 503-70-7032102.6017.

ACCOUNT NUMBER:

503-70-7032102.6017 \$3,232,000.00 Water Resources Capital Fund

RECOMMENDATION / ACTION REQUESTED:

It is recommended by the Departments of Engineering & Inspections and Water Resources that City Council approve this change order for \$3,232,000.00 for Contract 2020-0200 with Cajenn Construction & Rehabilitation Services Inc.