

**Parks, Recreation & Cultural Services Department Memorandum
#13-2019**

DATE: May 20, 2019

TO: Honorable Mayor Carol Dodge and City Council Members

THROUGH: Heather Geyer, City Manager *hmg*

FROM: Amanda J. Peterson, Director of Parks, Recreation & Culture *ajp*
Dana Kester, Project Manager – Parks & Recreation

SUBJECT: CR-54 – Kiwanis Bath House Replacement & Splash Pad Addition Contingency Authorization

PURPOSE

Staff is seeking additional funding in the amount of \$49,069.00 for the Kiwanis Bath House Replacement and Splash Pad Addition Project.

BACKGROUND

On October 8, 2018, Council approved a contract with Krische Construction to serve as the general contractor for the Kiwanis Bath House Replacement and Splash Pad Addition project in the amount of \$689,229.00. Separate purchase orders for the new prefabricated buildings and the splash pad equipment were also issued at that same meeting.

Generally, we would anticipate a contingency of approximately 10% for a project of this type. Staff was aware that a 4% contingency was lower than the standard, but there was only \$30,931 remaining in the budget allocated for this project.

The initial contingency has been nearly expended, and included the following items:

Vortex certified inspection of splash pad installation	\$17,936.00
Addition of an exterior shower drain	\$ 2,316.99
Xcel Energy addition of new service	\$ 2,158.14
Additional geotechnical report for permitting	\$ 652.50
SafeBuilt permitting	\$ 7,815.76
Building Demolition	\$ 4,290.00 (credit)
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Total contingency expended to date	\$26,589.39

In addition, the permitting process for the buildings took significantly longer than anticipated. This impact delayed the manufacturing and shipment of the buildings; thereby delaying the contractor. The most significant additional cost is associated with an 83-day extension of mobilization for the general contractor. This resulted in a change order of \$24,736.28.

Staff is seeking approval from City Council for an additional \$49,069.00, bringing the total contingency amount to \$80,000 or approximately 11% of the Krische Construction contract. Once approval is received from Council, it is anticipated that a change order would be executed with Krische Construction immediately.

Although only \$24,736.28 is needed to approve the current change order, staff is requesting the \$49,069.00 to cover any additional expenses that may arise. The additional funds will allow the project to move forward without delay. The intention would be to only expend the funds that are necessary to complete the project.

STAFF RECOMMENDATION

Attached to this memorandum is a resolution which, if approved, would:

1. Authorize additional funding in the amount of \$49,069.00, bringing the total not to exceed amount to \$769,229.00 for the contract with Krische Construction, Inc.
2. Authorize the City Manager to approve changes in the scope of work and execute relevant change orders up to the approved not to exceed amount of \$769,229.00.

Staff recommends approval of the proposed resolution.

BUDGET/TIME IMPLICATIONS

Funding was originally allocated in the amount of \$800,000.00 in the Capital Projects Fund, utilizing the Adams County Open Space disbursement. In addition, an Adams County Open Space grant was secured in the amount of \$800,000.00, bringing the project total to \$1,600,000.00 for all aspects of design and construction.

Funding for the additional request of \$49,069.00 is available in the 2019 Capital Projects Fund (Adams County Open Space reserves) and will be presented as a budget amendment on June 10, 2019. The new total project budget amount will be \$1,649,069.

The delay in construction will impact the opening of the pool. The pool was scheduled to open for drop-in use Memorial Day weekend, however, construction will not yet be complete. The contractor is currently estimating that construction will be complete on or before June 20. Staff is working with the contractor to try to minimize the delay, and open the pool as soon as possible.

STAFF REFERENCE

If Council members have any comments or questions they may contact Amanda Peterson, Director of Parks, Recreation and Culture at 303.450.8950 or apeterson@northglenn.org.

SPONSORED BY: MAYOR DODGE

COUNCILMAN'S RESOLUTION

RESOLUTION NO.

No. CR-54
Series of 2019

Series of 2019

A RESOLUTION AUTHORIZING CONTINGENCY FUNDS FOR THE AGREEMENT BETWEEN THE CITY OF NORTHGLENN AND KRISCHE CONSTRUCTION, INC. FOR THE KIWANIS BATH HOUSE REPLACEMENT AND SPLASH PAD ADDITION PROJECT

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF NORTHGLENN, COLORADO, THAT:

Section 1. The City Council hereby approves contingency funds in the amount of \$49,069.00 for the contract previously approved between the City of Northglenn and Krische Construction, Inc. for the Kiwanis Bath House Replacement and Splash Pad Addition Project and authorizes the City Manager, on behalf of the City, to approve minor changes in the scope of work and execute relevant change orders up to the approved expenditure limit of \$769,229.00.

DATED, at Northglenn, Colorado, this _____ day of _____, 2019.

CAROL A. DODGE
Mayor

ATTEST:

LISA ANDREWS, CMC
Deputy City Clerk

APPROVED AS TO FORM:

COREY Y. HOFFMANN
City Attorney