Proposed Board Action
22-ECCB-005

Item Description:
Approval of Change Order 035, resulting in a contract cost increase and use of project contingency funds in the amount of $418,837.12.

Resolution:
BE IT RESOLVED, that Change Order 035, on file with the Project Office, resulting in the use of $418,837.12 of Project contingency is APPROVED.

Background:
On September 18, 2019, the Metropolitan Council awarded Systems Construction Contract to Aldridge-Parsons, a Joint Venture (APJV), in the amount of $194,411,000.

Due to delays on the Civil contract, site availability to the STF Contractor is delayed beyond the dates detailed in the Contract Documents. As a consequence, the Contractor is required to delay production of some OCS poles beyond the original contracted dates with their vendors.

The scope of this change order is to account for price escalation in the steel used to produce the OCS poles. The escalation impacts approximately 50% of the poles required for the project supplied by two vendors and has been verified against market indices using the methods for similar steel material costs impacts on the Civil contract.

The release date for the production of this equipment occurred prior to the execution of Change Order 027 (Resolution 21-ECCB-012) for equipment storage and therefore is subject to a price escalation.

The Southwest Project Office is proposing the use of $418,837.12 in contingency to add this work to the Systems contract.