



City Council Staff Report

Subject: Five Star Boulevard, Destiny Drive, and Mission Hills Phase IV Reconstruction Project - Change Order No. 3 and Notice of Completion

Date: January 14, 2025

Submitted By: Rick Lawrence, Public Works Manager
Justin Nartker, Public Works Director

Department: Public Works

Recommendation:

- A. Adopt a Resolution of the City Council of the City of Rocklin Approving Change Order No. 3 and Authorizing the City Manager to Execute Change Order No. 3 with McGuire and Hester, Inc.
- B. Adopt a Resolution of the City Council of the City of Rocklin Accepting the Public Work Known as the Five Star Boulevard, Destiny Drive, and Mission Hills Phase IV Reconstruction Project, Approving the Notice of Completion Thereof, and Authorizing and Directing the Execution and Recordation of Said Notice on Behalf of the City (McGuire and Hester, Inc).

Background:

On February 27, 2024, the City Council awarded the Five Star Boulevard, Destiny Drive, and Mission Hills Phase IV Reconstruction Project (Resolution No. 2024-058) to McGuire and Hester, Inc. in the amount of \$1,388,997.50 with a 15% contingency of \$208,349.62 for a total project not-to-exceed amount of \$1,597,347.12. The project consists of the removal and replacement of three (3) inches of failed asphalt on Five Star Boulevard, Destiny Drive, and Argonaut Avenue.

This project was completed on September 20, 2024. Two (2) change orders were issued for a total change order amount of \$350,846.12 increasing the project cost to \$1,739,843.62. In reviewing the final payment invoice, it was found that some of the materials used came in under the original estimated amounts resulting in a contract deduction of \$5,815.10.

Balancing Change Order No. 3 is being issued to deduct \$5,815.10 from the contract total, bringing the total contract price to \$1,734,028.52. Additionally, as part of the project, work was done for South Placer Municipal Utility District (SPMUD) in the amount of \$51,900 and Placer County Water Agency (PCWA) in the amount of \$64,000, which will be directly reimbursed to the city in the amount of \$115,900. This brings the total construction cost to:

• Original Cost	\$1,388,997.50
• Change Orders 1,2,3	<u>\$ 345,031.02</u>
• SUB TOTAL	\$1,734,028.52
• Utility Reimbursement	<u>-\$ 115,900.00</u>
• PROJECT TOTAL	\$1,618,128.52

The City's cost is over the authorized project amount of \$1,597,374.12 by \$20,781.40. The overage will be funded out of the SB325 Gas Tax Fund (210). Staff recommends the City Council accept the public work known as the Five Star Boulevard, Destiny Drive and Mission Hills Phase IV Reconstruction Project, accept the Notice of Completion, and authorize and direct the execution and recordation of the Notice of Completion on behalf of the City.

Fiscal Impact:

The budgets authorized for the Five Star and Destiny Drive Reconstruction Project (50049) and the Mission Hills Phase IV Project under the SB 325 Sales Tax Fund (210) and the Other Reimbursable Fund (275) have sufficient funds to cover the total construction cost.

ATTACHMENTS:

1. [Resolution A - Change Order No. 3](#)
2. [Resolution B - Notice of Completion](#)