

PURCHASING AND LICENSING COMMITTEE

10-0468R

RESOLUTION AUTHORIZING CHANGE ORDER NO. ONE TO CONTRACT NO. 21037 WITH MAX GRAY CONSTRUCTION, INC., FOR THE CITY COUNCIL CHAMBER REMODELING PROJECT FOR A NET INCREASE OF \$30,228.09 AND A NEW CONTRACT TOTAL OF \$99,328.09.

CITY PROPOSAL:

RESOLVED, that the city's construction Contract No. 21037 with Max Gray Construction, Inc., for remodeling of the Duluth City Council [Chamber] is hereby amended, thereby authorizing Change Order No. One, to include additional demolition, electrical and carpentry work and the removal of window treatments from the contract, for an net increase of \$30,228.09, payable from Capital Improvements Fund 450, Department/Agency 030, Object 5520.

Approved:

Approved for presentation to council:

Department Director
Architect ____
Purchasing Agent ____

Chief Administrative Officer

Approved as to form:

Approved:

Attorney

Auditor

ARCH/PRCH DS:le 9/1/2010

STATEMENT OF PURPOSE: This resolution authorizes Change Order No. One to the Contract No. 21037 with Max Gray Construction, Inc., for an increase of \$30,228.09, payable from the capital improvements fund.

This contract involves the remodeling of the Duluth city council chamber, a project which was approved by the council's passage of Resolution No. 09-0712 in November of 2009. The requested increase will cover the following additional costs, but will not extend the contract time required for completion.

Breakdown:

| | |
|-------------------|--|
| \$1,945.00 | Additional demolition (floor core drilling); |
| \$33,950.00 | Additional electrical modifications; |
| \$2,260.00 | Additional carpentry (alternate granite attachment, drilling solid surface; improved corian; |
| - \$10,947.00 | Credit to remove window treatments; and |
| <u>\$3,020.09</u> | Additional for tax, overhead and profit, and bond expenses. |
| \$30,228.09 | Total |

The purchasing division posted the original invitation to bid on the city's website May 27, 2009, and received five complete bids by the June 23, 2009, closing date. Max Gray Construction, Inc., located in Hibbing, Minnesota, had the lowest complete bid.

Requisitions 09-0612 and 10-0108