CITY OF COOS BAY URBAN RENEWAL AGENCY Agenda Staff Report

MEETING DATE November 5, 2013

AGENDA ITEM NUMBER

TO:Chair Daily and Board MembersFROM:Jim Hossley, Public Works DirectorRandy Dixon, Operations AdministratorThrough:Rodger Craddock, City Manager %

ISSUE Egyptian Theater Repair Project Contract Contingency

BACKGROUND:

DLB Construction, Inc. was awarded the construction project to repair and stabilize the Egyptian Theater, and was issued the letter to proceed on August 19, 2013. The necessary demolition is complete and a majority of the structural stabilization has been completed. Part of the structural stabilization work includes installation of 8 new piles to support the west wall of the theater. The City's geotechnical consultant evaluated the soils under the Egyptian Theater to determine the minimum depth the piles would need to be driven in order to stabilize the foundation, which is 100 ft. This information was included in a report that was part of the bid package for the overall work. Therefore DLB Construction, Inc.'s subcontractor, Ram Jack of Oregon, bid the installation of helical piles to a depth of 100 ft. Recently Ram Jack of Oregon installed two helical piles; one at a depth of 148 ft. the other at 147 ft. Ram Jack of Oregon bid the installation to a depth of 100 ft. which means approximately an additional 48 ft. will be required for each of the 8 piles in order to reach stabilization depth. The cost for the additional footage below 100' depth for each pile will be based on the actual depth. The total additional cost for the added depth is estimated to be \$20,000. This requires that the project contingency for the Egyptian Theater Repair Project contract to be revised from \$31,000 to \$51,000 to incorporate the unforeseen additional depth necessary for the 8 helical piles providing they meet the testing requirements per project specifications.

ADVANTAGES:

Authorizing the additional contingency will allow the contractor to proceed with installation of the 8 piles which will allow for the reopening of the Egyptian Theatre and ensure the structure is stabilized and safe for occupancy.

DISADVANTAGES:

None

BUDGET:

The ETPA has acquired grants to fund the project to include the additional depth of 48 ft for each pile.

RECOMMENDATION:

If it pleases the Urban Renewal Agency please approve the revised contingency for the Egyptian Theater Repair Project contract from \$31,000 to \$51,000 subject to the piles meeting testing requirements per project specifications.