

THE BOARD OF SUPERVISORS OF THE COUNTY OF STANISLAUS
BOARD ACTION SUMMARY

DEPT: Chief Executive Office

BOARD AGENDA #: *B-19

AGENDA DATE: June 27, 2017

SUBJECT:

Approval of a Partial Release of the Required Bonds for the Limited Remaining Scope of Work for the Community Services Facility Heating, Ventilation and Air Conditioning Project with Champion Industrial Contractors Inc., of Modesto, California

BOARD ACTION AS FOLLOWS:

No. 2017-357

On motion of Supervisor Withrow, Seconded by Supervisor Olsen
and approved by the following vote,

Ayes: Supervisors: Olsen, Withrow, Monteith, DeMartini, and Chairman Chiesa

Noes: Supervisors: None

Excused or Absent: Supervisors: None

Abstaining: Supervisor: None

- 1) Approved as recommended
- 2) Denied
- 3) Approved as amended
- 4) Other:

MOTION:

ATTEST: Elizabeth A. King
ELIZABETH A. KING, Clerk of the Board of Supervisors

File No.

**THE BOARD OF SUPERVISORS OF THE COUNTY OF STANISLAUS
AGENDA ITEM**

DEPT: Chief Executive Office
Urgent Routine

BOARD AGENDA #: *B-19

AGENDA DATE: June 27, 2017

CEO CONCURRENCE: *phx*

4/5 Vote Required: Yes No

SUBJECT:

Approval of a Partial Release of the Required Bonds for the Limited Remaining Scope of Work for the Community Services Facility Heating, Ventilation and Air Conditioning Project with Champion Industrial Contractors Inc., of Modesto, California

STAFF RECOMMENDATIONS:

1. Authorize the Project Manager to release a portion of the required bonds for the limited remaining scope of work of Champion Industrial Contractors Inc., of Modesto, California for the Community Services Facility Heating Ventilation and Air Conditioning and Rooftop Controls Replacement Project.

DISCUSSION:

On May 3, 2016, the Board of Supervisors approved a Contract with Champion Industrial Contractors, Inc. of Modesto, California to replace eleven roof-top heating, ventilation and air conditioning (HVAC) units at the Community Services Facility (CSF) and update the entire HVAC system at the County's largest facility. This portion of the project is now complete, on time and under budget.

On May 2, 2017, the Board of Supervisors approved a Change Order with Champion Industrial Contractors, Inc. for \$35,292 for additional scope of work to upgrade the water pumps for the new boiler system at the CSF. Included in this Change Order was approval for a non-compensatory time extension to July 31, 2017 for the additional scope of work only. The revised Substantial Completion date is now July 1, 2017, with Final Completion on July 31, 2017. The Project Manager will return to the Board of Supervisors on August 15, 2017 to request authorization for final successful closeout of the project.

An important element of each Capital Project is to require the Contractor to supply performance and payment bonds for the value of the construction contract. By doing so, the County is protected in the unlikely event that the Contractor is unable to finish the agreed upon scope of work, or fails to pay its subcontractors or vendors. Given that Champion Industrial Contractors, Inc. has very successfully completed the original scope of work for the project, the Project Manager is recommending the release of a portion of the required bonds while retaining in place appropriate levels to adequately protect the County as Champion Industrial Contractors, Inc. completes the small remaining additional scope of work.

Approval of a Partial Release of the Required Bonds for the Limited Remaining Scope of Work for the Community Services Facility Heating, Ventilation and Air Conditioning Project with Champion Industrial Contractors Inc., of Modesto, California

POLICY ISSUE:

The Board of Supervisors has the responsibility to authorize project completion of capital improvement projects.

FISCAL IMPACT:

The total project budget is \$8,900,000. The total work of the construction contract with Champion Industrial Contractors, Inc. is valued at \$6,277,321 which includes all approved Change Orders to date. There is no additional fiscal impact associated with this action. The project will be completed on-time and under budget.

BOARD OF SUPERVISORS' PRIORITY:

Approval of this item is consistent with the Board of Supervisors Priority of Efficient Delivery of Public Services by ensuring that the County's largest facility will operate in a comfortable air conditioned environment.

STAFFING IMPACT:

There is no incremental staffing impact associated with this action. Successful delivery of the project will be handled by the Chief Operations Officer and existing Capital Projects staff.

CONTACT PERSON:

Patricia Hill Thomas, Chief Operations Officer/Project Manager, Telephone (209) 525-6333

ATTACHMENT(S):

None