

**Fiscal Comments**  
**Commission Meeting**  
**November 14, 2023**  
**Regular Meeting**

**Policy Report PWD No.23-48**

**Consider Approval of Contract Change Order No. 1 for the 2<sup>nd</sup> & Chestnut Stone Arch Replacement Project.**

**Engineering Project No. 2018-895**

**Finance Project No. E2005**

During the 2023 Operating Budget and 2023 – 2027 CIP process, the City Commission approved \$1,941,100 to complete the 2<sup>nd</sup> & Chestnut Stone Arch Replacement Project. Life-to-date expenditures on the project have been \$3,631,292.78, of which \$3,534,013 was for the Lexeco construction contract which the City Commission approved on July 12, 2022. This project was originally scheduled for 2020 and was delayed due to the Covid-19 pandemic. The delay, inflation, and increased scope of the project has contributed to increased costs for this project. In 2020, the City issued \$1,975,000 in bonds for this project and received \$72,542.60 in bond premiums for total financing of \$2,047,542.60. The balance of the cost is being covered by the Storm Water Impact Fee.

During the course of the project, it was necessary to have the contractor perform unforeseen extra work. Some of the costs of the unforeseen work was offset by other items that came in under budget. The net increases and decreases for the project are \$249,670.07, or 7.06% of the original bid cost.

The cost of the change order will be funded by reserves in the Storm Water Capital Project Fund, which is funded by the annual Storm Water Impact.

Staff recommends the City Commission approve Change Order No. 1 for the 2<sup>nd</sup> & Chestnut Stone Arch Replacement Project in the amount of \$249,670.07