



**PURCHASING ITEM
FOR
COUNCIL AGENDA
Memo No. CA12-176**

1. Agenda Item Number:

17

2. Council Meeting Date:
May 24, 2012

TO: MAYOR & COUNCIL

3. Date Prepared: April 9, 2012

THROUGH: CITY MANAGER

4. Requesting Department: Transportation & Development

5. SUBJECT: Approve Contract Amendment No. 1 to SDB, Inc., pursuant to Job Order Contract No. JOC1201-401, to increase the annual limit of the Job Order Contract from \$2,000,000 to \$3,000,000.

6. RECOMMENDATION: Staff recommends that Council approve Contract Amendment No. 1 to SDB, Inc., pursuant to Job Order Contract No. JOC1201-401, to increase the annual limit of the Job Order Contract from \$2,000,000 to \$3,000,000.

7. BACKGROUND/DISCUSSION: SDB Inc. was selected for award of a Job Order Contract for general construction services, including major and minor construction projects, renovations and repairs, additions, demolitions, reconstructions, and alterations to City facilities, in accordance with established City policies and procedures. Thus far in 2012, City staff has brought forward a project agreement in the amount of \$955,288 for improvements to the Ocotillo Water Reclamation Facility. Project agreement award amounts will near the approved annual limit with the award of site improvements to Tumbleweed Park and upgrades to the Police Communication Center, both of which will be brought forward for Council approval.

8. EVALUATION: On March 8, 2012 Council awarded Job Order Contract No. JOC1201-401 with the option of four one-year extensions, for construction services, major renovations, repairs, demolition, and reconstruction in an amount not to exceed \$2,000,000.

9. FINANCIAL IMPLICATIONS: Based on projected needs, staff anticipates that as much as \$3,000,000 will be used. Projects utilizing the Job Order Contract are those that recognize a savings from significant reductions in design costs or shortened project durations. Those project agreements exceeding \$50,000 will be brought forward to Council for approval.

10. PROPOSED MOTION: Move that Council approve Contract Amendment No. 1 to SDB, Inc., pursuant to Job Order Contract No. JOC1201-401, to increase the annual limit of the Job Order Contract from \$2,000,000 to \$3,000,000, and authorize the Mayor to sign the contract documents.

ATTACHMENTS: Contract Amendment

APPROVALS

11. Requesting Department

Bob Fortier, Capital Projects Manager

13. Department Head

R.J. Zeder, Transportation & Development Director

12. City Engineer

Sheina Hughes, City Engineer

14. City Manager

Rich Dlugas



Chandler Arizona

AMENDMENT NUMBER 1
TO JOB ORDER CONTRACT NO.: JOC1201-401

Project Name: Job Order Contract for Construction Services, Major Renovations, Repairs, Demolition and Re-construction
Project No.: JOC1201-401

The City of Chandler (CITY) and SDB, Inc., entered into a Job Order Contract No. JOC1201-401, dated March 21, 2012. This Amendment No. 1 to that certain Contract between the City Of Chandler (CITY) and SDB, Inc., for JOC1201-401 is entered into this ____ day of _____, 2012.

WHEREAS the parties have determined that it is necessary and desirable for JOB ORDER CONTRACTOR to perform additional services for CITY;

NOW THEREFORE, the parties agree as follows:

1. Section 3.1, of the above referenced Contract, is hereby; amended to increase the total cost of work issued to JOB ORDER CONTRACTOR in any one-year contract term from Two Million Dollars (\$2,000,000) to Three Million Dollars (\$3,000,000).
2. All other terms and conditions of the above referenced Agreement shall remain unchanged and in full force and effect.

IN WITNESS WHEREOF, the parties have hereunto subscribed their names this ____ day of _____, 2012.

CITY OF CHANDLER:

By: _____
MAYOR Date

APPROVED AS TO FORM:

City Attorney by: _____
ATTEST:

City Clerk

JOB ORDER CONTRACTOR:

By: *[Signature]*
Title: *Project Manager*
ATTEST: (If corporation)

Secretary
WITNESS: (If Individual or Partnership)

SEAL