



2.9

DEPARTMENT OF  
PUBLIC WORKS

TECHNICAL SERVICES  
DIVISION

CITY OF SACRAMENTO  
CALIFORNIA

APPROVED

DEC 18 2001

OFFICE OF THE  
CITY CLERK

927 10TH STREET  
SACRAMENTO, CA  
95814-2702

PH 916-264-8300  
FAX 916-264-8281

November 30, 2001

City Council  
Sacramento, California

Honorable Members in Session:

**SUBJECT: DEL PASO NUEVO PROJECT (PN:TW91) - APPROVAL OF SECOND AMENDMENT TO AGREEMENT WITH SACRAMENTO HOUSING AND REDEVELOPMENT AGENCY IN THE AMOUNT OF \$144,338, APPROPRIATION OF FUNDS AND APPROVAL OF CHANGE ORDER NO. 2 IN THE AMOUNT OF \$206,694 WITH GRANITE CONSTRUCTION**

**LOCATION AND COUNCIL DISTRICT:**

Area bounded by Norwood Avenue, Taylor Street, Hayes Avenue and Arcade Creek. Council District 2.

**RECOMMENDATION:**

This report recommends that the City Council adopt the attached resolution:

- Approving the attached amendment to the agreement with Sacramento Housing and Redevelopment Agency (SHRA) in the amount of \$144,338;
- That states there is no other reasonable means of financing the tax increment-funded portion of the Del Paso Nuevo project that is available to the community;
- Approving a fund appropriation from SHRA in the amount of \$144,338 to the Del Paso Nuevo Project for construction;
- Approving a fund appropriation from the Department of Utilities in the amount of \$188,541 to the Del Paso Nuevo project;
- Approving a fund appropriation from Transportation Sales Tax (Fund 201) contingency in the amount of \$40,122 to the Del Paso Nuevo project;
- Approving Change Order No. 2 in the amount of \$206,694 with Granite Construction; and
- Resetting the City Manager Change Order Authority.

City Council  
Del Paso Nuevo Project (PN: TW91)  
November 30, 2001

**CONTACT PERSON:** Cecilyn Foote, Project Manager, 264-6843

**FOR COUNCIL MEETING OF:** December 18, 2001

**SUMMARY:**

On August 8, 2000, the City Council approved an Individual Project Agreement (IPA) with Sacramento Housing and Redevelopment Agency (SHRA) for the City to perform engineering review, project bidding, construction and construction engineering for the Del Paso Nuevo Project.

The construction contract for the Del Paso Nuevo Project was awarded to Granite Construction on August 11, 2000 in the amount of \$5,897,744. Change Order No. 1, in the amount of \$411,694, was approved on April 17, 2001. Change Order No. 2 will compensate the contractor for additional work.

**COMMITTEE/COMMISSION ACTION:**

None

**BACKGROUND INFORMATION:**

The construction contract for the Del Paso Nuevo Project was awarded to Granite Construction on August 11, 2000 in the amount of \$5,897,744. Change Order No. 1 compensated the contractor for additional items due to changes to the scope of the project.

Change Order No. 2 will compensate the contractor for additional work performed to resolve conflicts and address design modifications and for increases in item quantities (see Exhibit A of Change Order). The total cost for this work is \$206,694.

**FINANCIAL CONSIDERATIONS:**

The Del Paso Nuevo Project (PN: TW91) has a current budget of \$6,515,194. The approval of the additional funding listed below will increase the total budget to \$6,888,195 and the unencumbered balance to \$257,928, which is sufficient to cover Change Order No. 2 in the amount of \$254,411:

- \$144,338 from the Sacramento Housing and Redevelopment Agency (SHRA)
- \$188,541 from the Utilities Department
- \$40,122 from Measure A Contingency (Fund 201)

**ENVIRONMENTAL CONSIDERATIONS:**

The Negative Declaration for this project was approved by City Council on May 2, 2000 and filed with the County Clerk of the County of Sacramento. A Mitigation Reporting Program was prepared to ensure compliance with the mitigation measures.

City Council  
Del Paso Nuevo Project (PN: TW91)  
November 30, 2001

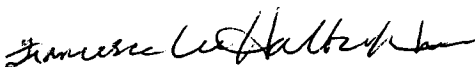
**POLICY CONSIDERATIONS:**

The action requested herein is consistent with Sacramento City Code, Title 3.

**ESBD CONSIDERATIONS:**

This project is funded in part by SHRA and requires that the Contractor meet the Community Development Block Grant (CDBG) and local participation goals. Granite Construction has committed to meeting or exceeding the required participation goals. ESBD considerations do not apply to this project.

Respectfully submitted,



Francesca Lee Halbakken  
Project Delivery Manager

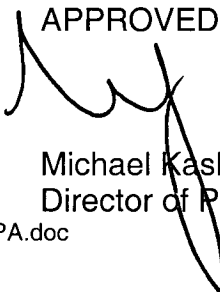
RECOMMENDATION APPROVED:



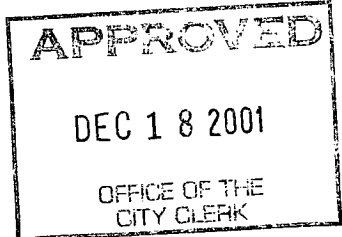
ROBERT P. THOMAS  
City Manager

P/Active/TW91 Del Paso Nuevo Proj 5814/Council/CO#2-IPA.doc

APPROVED:



Michael Kashiwagi  
Director of Public Works



**RESOLUTION NO. 2001-836**

ADOPTED BY THE SACRAMENTO CITY COUNCIL

ON DATE OF \_\_\_\_\_

**RESOLUTION APPROVING SECOND AMENDMENT TO AGREEMENT WITH SACRAMENTO HOUSING AND REDEVELOPMENT AGENCY IN THE AMOUNT OF \$144,338 AND APPROPRIATIONS IN THE AMOUNT OF \$225,146**

**BE IT RESOLVED BY THE COUNCIL OF THE CITY OF SACRAMENTO THAT:**

1. There is no other reasonable means of financing the tax increment-funded portion of the Del Paso Nuevo project (PN:TW91) that is available to the community
2. The City Manager and City Clerk are hereby authorized and directed to execute on behalf of the City, the attached Agreement in the amount of \$144,338 with Sacramento Housing and Redevelopment Agency.
3. The FY2001/2002 Capital Improvement Program budget be amended per the following budget adjustments:

FUND	AGENCY	ORG	OBJECT	CURRENT BUDGET	REVISED BUDGET	INCREASE (DECREASE)	ACCOUNTING REFERENCE
206	500	TW91	3530	\$5,791,694	\$5,936,032	\$144,338	A
			<b>RB TOTAL</b>	<b>\$5,791,694</b>	<b>\$5,936,032</b>	<b>\$144,338</b>	
206	500	TW91	4820	\$5,791,694	\$5,936,032	\$144,338	B
			<b>EB TOTAL</b>	<b>\$5,791,694</b>	<b>\$5,936,032</b>	<b>\$144,338</b>	
414	500	WK56	4820	\$86,435	\$24,294	(\$62,141)	C
414	500	TW91	4820	\$0	\$62,141	\$62,141	C
			<b>EB TOTAL</b>	<b>\$86,435</b>	<b>\$86,435</b>	<b>\$0</b>	
413	500	ZB31	4820	\$953,863	\$863,863	(\$90,000)	D
413	500	ZE46	4414	\$159,131	\$122,731	(\$36,400)	D
413	500	TW91	4820	\$0	\$126,400	\$126,400	D
			<b>EB TOTAL</b>	<b>\$1,112,994</b>	<b>\$1,112,994</b>	<b>\$0</b>	

4. The FY2001/2002 Capital Improvement Program is also amended by transferring \$40,122 from Measure A Construction Contingency Reserve to the Del Paso Nuevo project (PN:TW91) and adjusting budgets as follows:

**FOR CITY CLERK USE ONLY**

RESOLUTION NO.: \_\_\_\_\_

DATE ADOPTED: \_\_\_\_\_

201-710-7012-4999	Measure A Construction Contingency Reserve	(\$40,122)
201-500-TW91-4820	Del Paso Nuevo Project	\$40,122

5. Staff is directed to bring the Transportation Sales Tax (Measure A) contingency reallocation to the Sacramento Transportation Authority (STA) board for approval.

\_\_\_\_\_  
MAYOR

ATTEST:

\_\_\_\_\_  
CITY CLERK

---

**FOR CITY CLERK USE ONLY**

RESOLUTION NO.: \_\_\_\_\_

DATE ADOPTED: \_\_\_\_\_