



June 3, 2019

To: Regional Planning and Highways Committee

From: Darrell E. Johnson, Chief Executive Officer

Subject: Contract Change Order for Demolition and Clearance Services for the Transit Security and Operations Center in the City of Anaheim

Overview

On April 9, 2018, the Orange County Transportation Authority Board of Directors approved Agreement No. C-7-2115 with OFRS, Inc., for demolition and clearance services for a commercial structure in support of the Transit Security and Operations Center in the City of Anaheim. A contract change order is required for an increase in funding needed for the demolition services.

Recommendation

Authorize the Chief Executive Officer to negotiate and execute Contract Change Order No. 1 to Agreement No. C-7-2115 between the Orange County Transportation Authority and OFRS, Inc., in the amount of \$14,014, and to add 221 calendar days to the contract duration for demolition and clearance services for the Transit Security and Operations Center in the City of Anaheim.

Discussion

In January 2004, as part of the Interstate 5 Far North Widening Project (Project) in the City of Anaheim, the California Department of Transportation (Caltrans) granted the Orange County Transportation Authority (OCTA) the unused portion of the property Caltrans had acquired, which included a commercial building with several tenants. In 2015, the commercial building area was selected as the preferred site for the proposed OCTA Transit Security and Operations Center (TSOC) project. The TSOC project is currently entering the final design phase. Prior to the construction of the TSOC project, contractor services are required to remove property improvements from the property, which include a single-story building, hazardous materials, and other impediments.

The tenants, who had been occupants of the property prior to the Project, were required to vacate as a result of the TSOC project. In accordance with the tenants' lease agreement which was negotiated with Caltrans at the time of the acquisition, OCTA has provided relocation assistance to each of the remaining three tenants that occupied the property. The relocation assistance process was difficult and lengthy for one of the tenants, an automotive repair-related business, to find a suitable replacement site for its business operations. This final tenant vacated the property on April 1, 2019 and, as a result, demolition services have been delayed through no fault of the contractor. The contractor will commence with demolition and clearance services in July 2019. Due to the delay, the contractor has identified additional costs that include expenses for labor, equipment, materials, and subcontractors.

Procurement Approach

The procurement was handled in accordance with OCTA's Board of Directors (Board)-approved procedures for public works projects. These procedures, which conform to both federal and state requirements, require that contracts are awarded to the lowest responsive, responsible bidder after a sealed bidding process. On April 24, 2018, the Board authorized Agreement No. C-7-2115 to OFRS, Inc., in the amount of \$62,475, for demolition and clearance services related to the Project.

Proposed Contract Change Order (CCO) No. 1 for the additional costs will increase the contract by \$14,014, and will increase the maximum cumulative obligation of Agreement No. C-7-2115 to \$76,489. The contract duration requires an additional 221 calendar days to complete the work.

Board approval is required for the CCO pursuant to State of California Public Contract Code Section 20142 (a).

Fiscal Impact

Funding for the additional demolition and clearance efforts is included in the proposed OCTA's Fiscal Year 2019-20 Budget, Capital Programs Division, Account 0001-7611-F1110-F01, and is funded with Measure M general funds.

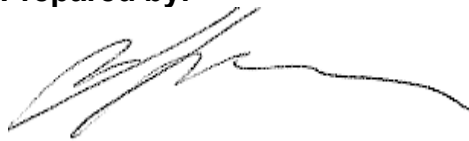
Summary

Staff recommends Board of Directors' authorization for the Chief Executive Officer to negotiate and execute Contract Change Order No. 1 to Agreement No. C-7-2115 between the Orange County Transportation Authority and OFRS, Inc., in the amount of \$14,014, and to add 221 calendar days to the contract duration for demolition and clearance services for the Transit Security and Operations Center in the City of Anaheim.

Attachments

- A. Project Location Map
- B. OFRS, Inc., Agreement No. C-7-2115 Contract Change Order Log

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