

**REPORT/ RECOMMENDATION TO THE BOARD OF COMMISSIONERS OF
ARAPAHOE COUNTY PUBLIC AIRPORT AUTHORITY AND
RECORD OF ACTION**

May 14, 2020

FROM: Robert Ollslagers, CEO

SUBJECT: Change Order No.1 with Haselden Construction in the Amount of \$157,713.

RECOMMENDATION: Motion to Approve and Ratify Change Order No. 01 with Haselden Construction in the Amount of \$157,713.

BACKGROUND: On October 10, 2019, the Board and staff held a groundbreaking ceremony on the site of the new Aviation Community and Administrative Building in anticipation of commencing construction. In November, Haselden Construction was given the Notice to Proceed by the airport on the advice from the Architect/Engineers Mead & Hunt that permits were forthcoming and to begin mobilization of equipment on site. However, construction permits were not issued until late January of 2020, as a result of delays in receiving SEMSWA and ACWWA approvals. This delayed the project by 3 months, which is one element of the change order; approving the addition of 96 days to the project. Substantial completion of the facility is now scheduled on or about October 6, 2020.

Because of fencing, mobilization and staffing costs during the time waiting for permits, an additional \$129,224 in costs were incurred of which Mead & Hunt will pay \$43,075 in reimbursements by separate agreement. The change order will result in an increase in the Final Guaranteed Maximum Price from \$7,774,266 to \$7,927,797, which includes \$24,489 in unrelated change orders that are covered in the contingency budget. The total change order will keep the FGMP below the \$8M target, excluding soft costs.

The delay in starting the project was the result of delays in receiving the necessary permits to start construction. SEMSWA made changes to their own design standards in the middle of the project without advising Mead & Hunt until Mead & Hunt delivered the final documents. Mead & Hunt incurred additional expenses as a result of having to redo the project design. Those costs were not passed on to the airport. ACWWA also caused a delay by not having records on file of an existing waterline. Then ACWWA required rather onerous changes in order to relocate the waterline, which required staff to become involved and negotiate directly with ACWWA staff to resolve the situation. Again, the project incurred additional and unnecessary delays for which the airport must now bear the brunt of the added costs.

Staff recommends ratification of Change Order No. 01 with Haselden Construction; and, ratification of the Reimbursement Agreement with Mead and Hunt for a total of \$153,713 and \$43,075 respectively. The net cost of the change order is \$110,638.

FINANCIAL DATA: The change order is for \$153,713 for a net increase of \$110,638.

**REVIEW BY
OTHERS:**

R. Ollslagers, G. Conley, M. Fronapfel, L. Hinton, K. Bruetsch

PRESENTERS: Robert Ollslagers

Action of the Board of Commissioners

	1 st	2 nd	YES	NO	ABS
Bagnato	<input type="radio"/>				
Baker	<input type="radio"/>				
Doubek	<input type="radio"/>				
Holen	<input type="radio"/>				
Sharpe	<input type="radio"/>				

PRELIMINARY WEB DOCUMENT