

MEMORANDUM

To: Mayor Don Keil
City Council
Doug Faseler, City Manager

From: Jose (Joe) R. Ramos, Jr., P.E., City Engineer

Subject: Rio Nogales Drive Street Extension Project
Change Order #1

Date: July 10, 2018

In FY2016, City Council allocated funds to extend Rio Nogales Drive from Eighth Street to the IH-10 Frontage Road to accommodate truck traffic to serve the new manufacturing plants of Niagara Bottling Company, Rio Nogales Power Plant and the SIRO project. The extension would effectively route heavy traffic to and from the frontage road, which was designed by CH2M Hill Engineering for the Texas Department of Transportation (TxDOT). This would alleviate further deterioration on local city streets. Logically, the City of Seguin also contracted with CH2M Hill Engineering to design the Rio Nogales Drive street extension.

Following design completion, TRC was contracted for the administrative procurement of the project (i.e. bidding, contract documents, project management, etc.). Subsequently, the project was placed out to bid and awarded to D & S Concrete Contractors in December 2017.

During construction a design flaw, acknowledged by CH2M Hill, was discovered that would prevent the new concrete channel to adequately tie into the existing downstream channel, to maintain positive drainage. The City Council was briefed by the City Manager at the last meeting that to avoid delay claims, the contractor was going to be instructed to begin the corrective redesign work in advance of the resolution approval. The redesign will require the contractor to remove and replace improvements already constructed with the street extension, resulting in most of the costs reflected in the change order.

Staff recommends approval of change order #1 to D & S Concrete Contractors in the amount of \$78,192.68, for the Rio Nogales Drive Street Extension Project. Furthermore staff, with the assistance of the City Attorney, will seek reimbursement from CH2M Hill for the oversight and costs associated with the change order #1.

Funding is from the 2016 Certificate of Obligations Bonds for Rio Nogales Drive/Eighth Street Improvements and the 2016 Certification of Obligation Bonds Street Improvement Contingency Fund.

Cc: Rick Cortes
Susan Caddell
David Rabago
Michael Sharp
Matt Pekar