

**SUBMITTAL TO THE BOARD OF DIRECTORS OF THE  
REDEVELOPMENT AGENCY  
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**

526



**FROM:** Redevelopment Agency

**SUBMITTAL DATE:**  
January 11, 2012

**SUBJECT:** Mecca 18" Waterline Extension Project – Retention Reduction

**RECOMMENDED MOTION:** That the Board of Directors approve a reduction of the contract retention for Jones Bros. Construction of Coachella, California from 10% to 5% per the general conditions of the contract.

**BACKGROUND:** On July 26, 2011 (Item 4.3), the Board of Directors approved the award of the construction contract to Jones Bros. Construction. Pursuant to the general conditions of the contract, the Redevelopment Agency (RDA) is currently retaining 10% of all progress payments to Jones Bros. Construction. The general conditions of the contract state that after the 50% completion point of the contract work if satisfactory progress is being made, RDA has the sole discretion to reduce the retention to a minimum of 5% of the contract.

(Continued)

Robert Field  
Executive Director

|                       |                               |           |                         |         |
|-----------------------|-------------------------------|-----------|-------------------------|---------|
| <b>FINANCIAL DATA</b> | Current F.Y. Total Cost:      | \$ 21,002 | In Current Year Budget: | Yes     |
|                       | Current F.Y. Net County Cost: | \$ 0      | Budget Adjustment:      | No      |
|                       | Annual Net County Cost:       | \$ 0      | For Fiscal Year:        | 2011/12 |

**COMPANION ITEM ON BOARD OF SUPERVISORS AGENDA:** No

|   |   |                          |
|---|---|--------------------------|
| <b>SOURCE OF FUNDS:</b> Redevelopment Agency Capital Improvement Funds -<br>Desert Communities Project Area | <b>Positions To Be Deleted Per A-30</b> | <input type="checkbox"/> |
|   | <b>Requires 4/5 Vote</b>                | <input type="checkbox"/> |

**C.E.O. RECOMMENDATION:**

APPROVE

BY: Jennifer L. Sargent

**County Executive Office Signature**

FISCAL PROCEDURES APPROVED  
 PAUL ANGULO, CPA, AUDITOR-CONTROLLER  
 BY: Samuel Wong 1/12/12  
 Department of Public Works  
 DATE: 1/10/12  
 FORM APPROVED COUNTY COUNSEL  
 BY: MARSHAL VICTOR

Dept't Recomm.:  Consent  Policy  
 Per Exec. Ofc.:  Consent  Policy

Prev. Agn. Ref.: 4.3 of 07/26/11

District: 4

Agenda Number

4.8

**BACKGROUND:** (continued)

Jones Bros. Construction has completed 90% of the contract work and satisfactory progress has been made. Therefore, RDA recommends that the contract retention be reduced to 5%.

The retained funds to be released are an enforceable obligation to the Agency pursuant to the terms of the construction contract entered into with Jones Brothers Construction Company as the retention amount is an integral part of the contract compensation. The retention funds will come from the unpaid balance of the project budget and will not require additional funds from the agency and will not impact County General Funds.