

SUBMITTAL TO THE BOARD OF SUPERVISORS  
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA

545



SUBMITTAL DATE:  
July 5, 2012

FROM: Economic Development Agency

SUBJECT: Job Order Contract No. 004 – Change Order No. 1

RECOMMENDED MOTION: That the Board of Supervisors:

Approve and execute Change Order No. 1 in the amount of \$1,200,000 to increase the Maximum Potential Value of Job Order Contract #004;

BACKGROUND: (Commences on Page 2)

Robert Field  
Assistant County Executive Officer/EDA

FINANCIAL  
DATA

Current F.Y. Total Cost: up to \$ 1,200,000  
Current F.Y. Net County Cost: \$ 0  
Annual Net County Cost: \$ 0

In Current Year Budget: Yes  
Budget Adjustment: No  
For Fiscal Year: 2012/13

COMPANION ITEM ON BOARD AGENDA: No

SOURCE OF FUNDS: Intra-Internal Charges 49%, Interfund-Reimbursements for Service 50%, Deferred Maintenance 1%

Positions To Be Deleted Per A-30 ☐  
Requires 4/5 Vote ☐

C.E.O. RECOMMENDATION:

APPROVE

BY:

County Executive Office Signature

Jennifer L. Sargent

Policy ☒

Consent ☐

Dep't Recomm.: ☐

Per Exec. Ofc.: ☐

Policy ☒

Consent ☐

Per Exec. Ofc.: ☐

Prev. Agn. Ref.: 3.14 of 10/04/11

District: All

Agenda Number:

ATTACHMENTS FILED  
WITH THE CLERK OF THE BOARD

3.14

**BACKGROUND:**

On October 4, 2011, the Board of Supervisors approved the construction agreement between Angeles Contractor, Inc., and the County of Riverside for Job Order Contract (JOC) #004. Job Order Contracts, including JOC #004, are indefinite quantity, firm fixed price contracts for projects other than new construction. The contract expires 12 months from the date the Agreement is approved by the Board or when all job orders issued against the contract amount to \$3,000,000. To date \$2,808,443 has been spent leaving only \$191,557 in contract authority available with over three months left on the contract duration.

Change Order No. 1 will increase the contract to \$4.2 million which is below the maximum allowance by Public Contract Code section 20128.5 for annual contracts. JOC #004 has been the County's most successful Job Order Contract to date in that we have been able to complete smaller projects in a very timely manner which has led to the expenditure of most of the original contract authority of \$3,000,000, prior to the expiration date. The contract was originally approved at \$3,000,000; however the Public Contract Code allows the contract to be adjusted annually to reflect the percentage of change in the California Consumer Price Index, which is the legal basis for this requested action.

The reason for this Change Order is to increase the maximum potential value which will allow the Economic Development Agency (EDA) to fully utilize JOC #004 through its expiration date of October 4, 2012.

**FINANCIAL IMPACT:**

There is no minimum obligation to the contractor for this change order.

All job orders against this increased maximum potential value will be reimbursed by the user departments who initiate the projects through EDA's Form 5 system, Deferred Maintenance Projects or other project initiation means approved by the Board. The Deferred Maintenance list of projects is submitted to the Executive Office and then approved by the Board at the beginning of the fiscal year, and updated quarterly.

No additional net county cost obligations will be incurred as a result of this change.

**Attachments:**

Change Order No. 1 (5)

# COUNTY OF RIVERSIDE ECONOMIC DEVELOPMENT AGENCY

## CHANGE ORDER NO. ONE

Date: 6/12/2012

Project: Job Order Contract (JOC) #004

**To Contractor:**

Angeles Contractor, Inc.  
8461 Commonwealth Avenue  
Buena Park, CA 90621

Project No: N/A

**Distribution:**

Project Manager	Construction Manager
Contractor	Inspector
Fiscal	Architect/Engineer

**You are directed to make the following changes. Changes shall include labor, material and equipment; each item to include all charges or indirect arising out of this work:**

- 1) Increase the maximum potential value (MPV) of JOC #004 to \$4.2 million. This additional value will allow EDA to utilize this JOC through it's duration which ends 10/4/12. ADD \$1,200,000

**The specifications, where pertinent, shall apply to these changes.**

**This Change Order provides for a time extension of** 0 **calendar days**

Original Contract Duration (calendar days):           

Prior Authorized Time Extension (calendar days):           


Revised Construction Duration (calendar days): 0

Original Contract Completion Date:           

Revised Contract Completion Date:           

**NOTE:** This change order is not effective until ALL signatures below are obtained, and if applicable, signature authority approval by Form 11 as indicated per Change Order Guidelines.

**The undersigned contractor has given careful consideration to the change proposed, including its effect on other work already contracted for, and hereby agrees, if this change order is approved, that he will provide all equipment, furnish all materials, except as may otherwise be noted above, and perform all services necessary for the work above specified, and will accept as full payment for all costs related in any way thereto the prices shown above.**

1)  6/14/12  
 Contractor (signature) Date  
YOUNG KANG  
 Contractor's Printed name

Original Contract	\$	<u>3,000,000.00</u>
Prior Authorized [ ] ADD [ ] DED	\$	<u>0.00</u>
Total Contract Prior to this Change	\$	<u>3,000,000.00</u>

Authorized Changes on this C.O.:

Addition \$ 1,200,000.00


Deduction \$           

2)                        
 Chairman, Board of Supervisors Date  
 (signature)

NET: [ ] Addition [ ] Deduction \$ 1,200,000.00

John Tavaglione  
 Chairman, Board of Supervisors  
 (printed name)

Amount of Contract Authorized Including this Change Order \$ 4,200,000.00

3)  6.21.12  
 Project Manager (signature) Date  
Charles Waltman  
 Project Manager's Printed name

Pursuant to:

[ ] Board Policy B-11

[ ] M.O. and Date