

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

511



FROM: Economic Development Agency

SUBMITTAL DATE:
April 21, 2016

SUBJECT: Riverside University Health System Medical Center Nursing and Allied Health Education Building – Approval of Notice of Cessation for AWI Builders, Inc., District 5, [\$674,028], Existing CORAL Bond Proceeds Reimbursed by RUHS Enterprise Fund 100%

RECOMMENDED MOTION: That the Board of Supervisors:

1. Approve and authorize the Chairman to execute the attached Notice of Cessation for the contract between the County of Riverside (County) and AWI Builders, Inc. (AWI) for the Riverside University Health System (RUHS) Medical Center (MC) Nursing and Allied Health Education Building and direct the Clerk of the Board to record the executed Notice of Cessation with the Riverside County Clerk and Recorder's Office in accordance with Section 9202 of the Civil Code; and
2. Authorize the release of the remaining undisputed retention payment due, not-to-exceed \$674,028 to AWI in accordance with the contract terms.

BACKGROUND:

Summary

(Commences on Page 2)

Robert Field
Assistant County Executive Officer/EDA
By: Jeff Van Wagenen, Managing Director

FINANCIAL DATA	Current Fiscal Year:	Next Fiscal Year:	Total Cost:	Ongoing Cost:	POLICY/CONSENT (per Exec. Office)
COST	\$ 674,028	\$ 0	\$ 674,028	\$ 0	Consent <input type="checkbox"/> Policy <input checked="" type="checkbox"/>
NET COUNTY COST	\$ 0	\$ 0	\$ 0	\$ 0	

SOURCE OF FUNDS: Existing CORAL Bond Proceeds Reimbursed by RUHS Enterprise Fund 100% (Previously approved budget) **Budget Adjustment:** No

For Fiscal Year: 2015/16

C.E.O. RECOMMENDATION:

REVIEWED BY CIP

Ivan M. Chand
4/26/2016

APPROVE
BY:
Rohini Dasika

County Executive Office Signature

MINUTES OF THE BOARD OF SUPERVISORS

FORM APPROVED COUNTY COUNSEL
DATE 4/21/16
BY: GREGORY P. PRIAMOS
Departmental Counsel

By: Zareh Sarrafian, Chief Executive Officer
Riverside University Health System

- A-30
- Positions Added
- 4/5
- Change Order
- Vote

Prev. Agn. Ref.: 3-14 of 3/01/16;
3-82 of 2/26/13; 3.14 of 4/07/09

District: 5

Agenda Number:

3-11

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

Economic Development Agency

FORM 11: Riverside University Health System Medical Center Nursing and Allied Health Education Building – Approval of Notice of Cessation for AWI Builders, Inc., District 5, [\$674,028], Existing CORAL Bond Proceeds Reimbursed by RUHS Enterprise Fund 100%

DATE: April 21, 2016

PAGE: 2 of 2

BACKGROUND:

Summary

On February 26, 2013, the Board of Supervisors (Board) approved the construction agreement between the County and AWI with the project budget of \$18,728,365 for the RUHS MC Nursing and Allied Health Education Building project. On March 1, 2016, the Board approved a project budget adjustment for a new project budget of \$19,614,673.

The RUHS MC Nursing and Allied Health Education Building project is nearing completion with a limited punch list still needing to be completed. AWI has disputed the outstanding punch list causing retained funds to be withheld from subcontractors who have performed on the project. Because work has therefore ceased on the project for at least 30 days, the Economic Development Agency (EDA) and County Counsel staff hereby recommend approval of the Notice of Cessation to begin the 35-day period for filing of any outstanding stop payment notices, and then to release any undisputed funds. The value of incomplete work will be withheld from retained funds per the terms of the contract and the Civil Code.

This Board action will release the undisputed funds in an amount not-to-exceed \$674,028, while EDA and AWI continue to attempt to resolve outstanding issues regarding the remaining work and payments.

Additional Fiscal Information

All monies will be expended in FY 2015/16. The revised project budget was approved on March 1, 2016 (M.O. 3-14) and is 100% funded through existing CORAL Bond Proceeds reimbursed by RUHS Enterprise Fund; therefore there is no additional cost associated with this action and no budget adjustment is required.

Attachment:

Notice of Cessation for AWI Builders, Inc.

