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



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

FINANCIAL DATA	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

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

C.E.O. RECOMMENDATION:

APPROVE

BY:
Jennifer L. Sargent

County Executive Office Signature

MINUTES OF THE BOARD OF DIRECTORS OF THE REDEVELOPMENT AGENCY

On motion of Supervisor Tavaglione, seconded by Supervisor Stone and duly carried by unanimous vote, IT WAS ORDERED that the above matter is approved as recommended.

Ayes: Buster, Tavaglione, Stone, Benoit and Ashley
Nays: None
Absent: None
Date: January 24, 2012
xc: RDA, Auditor

Kecia Harper-Ihem
Clerk of the Board
By:
Deputy

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

District: 4

Agenda Number **4.8**

FISCAL PROCEDURES APPROVED
 PAUL ANGULO, CPA, AUDITOR-CONTROLLER
 BY:
 SAMUEL WONG
 Departmental Auditor
 1/12/12
 FORM APPROVED COUNTY COUNSEL
 BY:
 MARSHAL VICTOR
 DATE: 1/10/12

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

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.