

CITY OF PALM DESERT STAFF REPORT

MEETING DATE: February 13, 2025

PREPARED BY: Neal Ennis, Project Manager
Jess Culpepper, Director of Capital Projects

SUBJECT: APPROVE CHANGE ORDER NO. 1 TO CONTRACT C47830 WITH GRANITE CONSTRUCTION COMPANY FOR THE PD LINK PHASE 2 PROJECT (PROJECT NO. CST00005)

RECOMMENDATION:

1. Approve Change Order No. 1 to Contract C47830 with Granite Construction Company, of Indio, California, in the amount of \$151,757.33 for the PD Link Phase 2 Project (Project No. CST00005).
2. Appropriate \$35,157.33 from unobligated Measure A Fund Balance to Account No. 2134670-5000202.

BACKGROUND/ANALYSIS:

On August 22, 2024, the City Council awarded a contract to Granite Construction Company in the amount of \$1,166,000, with a 10% contingency. The project commenced on September 23, 2024, and is scheduled to be completed by February 21, 2025.

During the project's construction, several issues were identified that required attention. Notably, the construction of a new path along the CVWD right-of-way, connecting Painters Path across the Palm Valley Channel, exceeded the engineer's original estimate. This was due to the need to realign the path to avoid obstacles, such as boulders and earthen berms. Additionally, the quantities for ADA ramps required in the project surpassed initial estimates. These elements led to an increased project cost.

Legal Review:

This report has been reviewed by the City Attorney's Office.

Project Description:

This project enhances the City's bicycle and pedestrian network by installing Class II bike lanes and ADA improvements on various streets. It establishes key connections between Town Center Way, El Paseo, the Painter's Path extension to the Bump and Grind Trailhead, and CV Link. Additionally, it links the El Paseo Business District to the San Pablo Corridor and Civic Center Park, improving accessibility and connectivity for cyclists and pedestrians.

FINANCIAL IMPACT:

The PD Link Phase 2 Project was approved as part of the Fiscal Year 2024-25 Capital Improvement Project (CIP) List under Measure A Account No. 2134670-5000202. To accommodate the need for additional work, staff is requesting an additional appropriation of \$35,157.33 to fund Change Order No. 1. This action will have no impact on the General Fund.

The table below outlines the current project budget and associated costs.

Project - CST00005 PD Link Phase 2	Budget	Construction Cost	Variance
Contract Amount	\$1,166,000		
Contingency	\$116,600		
Budget – Construction Allocation (2134670-5000202)	\$1,282,600		
Total Construction Cost		\$1,317,757.33	
Amount in Excess of Contract (Change Order Amount)			\$151,757.33
Amount in Excess of Budget (Appropriation Amount)			\$35,157.33

ATTACHMENTS:

1. Change Order No. 1 to Contract C47830
2. Vicinity Map
3. C47830 Granite Construction Co.
4. Staff Report Award Contract C47830