



Sunnyvale

RTC 23-0588: Increase Construction Contingency for the Civic Center Phase 1 Project

Allison Boyer, Assistant City Engineer
December 12, 2023



Project Background

- October 27, 2020- City Council Awarded construction contract to Hensel Phelps (RTC 20-0799)
 - Contract Value: \$174,116,999.92
 - Contingency (8.2%): \$14,277,594
- November 10, 2020- Contract Executed
- December 2020- Construction Began





Contract Amount

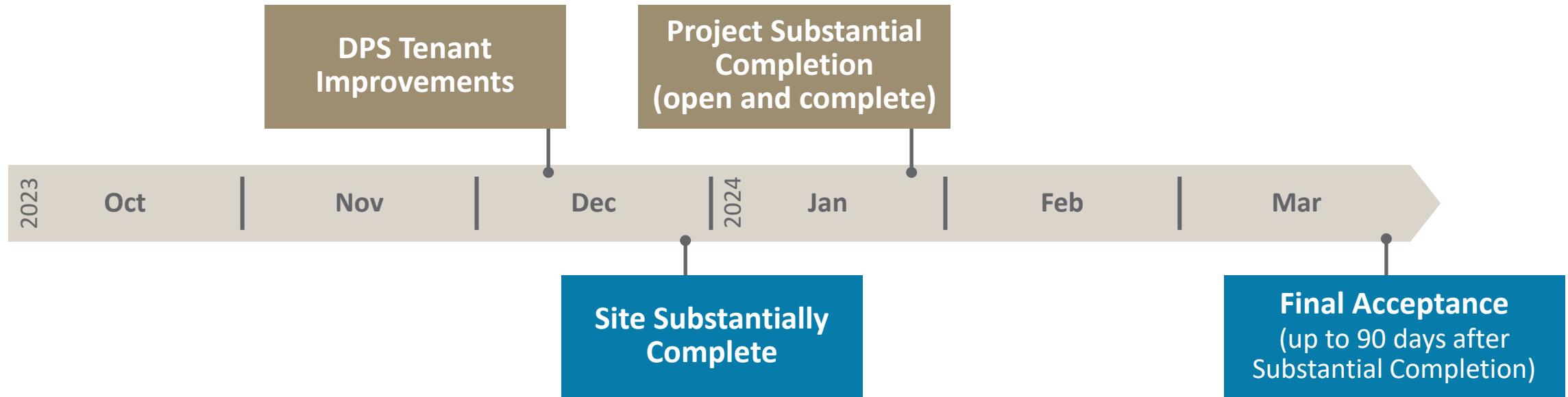
- Unexpected Construction Cost Increases
 - Covid-19 Related Supply Chain/Material Issues
 - City Requested Changes
 - PG&E Delays

Project Closeout

- Increase total contract value by \$3.6M
- Execute Change order for \$4,393,708.92
 - \$3.6 New Contract Contingency
 - \$56,000 unspent allowance for “Off Haul of Hazardous Soils”
 - \$737,208.92 remaining original contract contingency
- Hensel Phelps indemnifies the City from all known claims and potential change orders to date and agrees to not submit any new claims from themselves or subcontractors/material suppliers.



Timeline per the Change Order



Recommendation

Staff Recommendation

1. Increase Construction Contract Contingency with Hensel Phelps Construction Co. by \$3,600,000 from \$14,277,594 to \$17,877,594 for the Civic Center Phase 1 Project and Authorize the City Manager or Designee to Execute Change Order Number 254 in the amount of \$4,393,708.92.

Thank you