

RESOLUTION NO. 2025-09

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MARINA INCREASING THE VALUE OF THE CONSTRUCTION CONTRACT FOR THE MARINA BUILDINGS BLIGHT REMOVAL 2024 PROJECT PREVIOUSLY AWARDED TO RANDAZZO ENTERPRISES, INC. OF CASTROVILLE CA. BY \$65,000, TO ACCOUNT FOR ALL CHANGE ORDERS INCURRED TO DATE AND PROVIDE FOR ANY UNFORSEEN CONDITIONS THAT MAY ARISE BETWEEN NOW AND PROJECT CLOSEOUT; AUTHORIZING THE CITY MANAGER TO EXECUTE CONTRACT DOCUMENTS SUBJECT TO FINAL REVIEW AND APPROVAL BY THE CITY ATTORNEY; AND AUTHORIZING THE FINANCE DIRECTOR TO MAKE NECESSARY ACCOUNTING AND BUGETARY ENTRIES.

WHEREAS, the City Council adopted a resolution at the October 1st, 2024 Council Meeting to award the execution of the Base Bid only for the City of Marina Buildings Blight Removal 2024 Project to Randazzo Enterprises in the amount of \$1,273,647 and to authorize the City Manager or designee to expend up to an additional 10% of the contract amount for potential construction contingencies and to execute all construction change orders on behalf of the City; and

WHEREAS, the City of Marina Buildings Blight Removal 2024 Project has approved two Contract Change Orders to date totaling \$21,253 leaving \$105,507 of remaining contingency; and

WHEREAS, the amount of PCO 03 exceeds the remaining available project contingency by \$57,835; and

WHEREAS, this is an approved CIP project (HSF2101) with an available funding amount of \$2.2 M being sufficient to increase the construction contract amount by \$65,000

NOW THEREFORE, BE IT RESOLVED that the City Council of the City of Marina does hereby:

1. Increase the amount of the construction contract for the City of Marina Buildings Blight Removal 2024 Project previously awarded to Randazzo Enterprises of Castroville, CA by \$65,000; and
2. Authorize the City Manager to execute contract documents, **Exhibit A**, subject to final review and approval by the City Attorney; and
3. Authorize the Finance Director to make necessary accounting and budgetary entries.

PASSED AND ADOPTED, at a regular meeting of the City Council of the City of Marina, duly held on the 4th day of February 2025 by the following vote:

AYES: COUNCIL MEMBERS: McAdams, McCarthy, Biala, Visscher, Delgado

NOES: COUNCIL MEMBERS: None

ABSENT: COUNCIL MEMBERS: None

ABSTAIN: COUNCIL MEMBERS: None

Bruce C. Delgado, Mayor

ATTEST:

Anita Sharp, Deputy City Clerk

City of Marina



City of Marina
211 HILLCREST AVENUE
MARINA, CA 93933
831- 884-1212; FAX 831- 384-0425
www.ci.marina.ca.us

Project HSF2101
CONTRACT CHANGE ORDER #03R1

I. PERFORM THE FOLLOWING EXTRA WORK AT AGREED LUMP SUM PRICE:

1	Labor & Equipment	Base Bid Item #6 Excavate additional 3" in depth (See attached Cost proposal)	Cost:	\$	14,602.00
2	Labor & Equipment	Base Bid Item #7 Soil Disposal , RCRA Hazardous Waste credit (See attached Cost proposal)		\$	(4,510.00)
3	Labor & Equipment	Base Bid Item #8 Dispose of additional Non-RCRA Waste		\$	186,080.54
4	Labor & Equipment	Base Bid Item #9 Soil Disposal Non-Hazardous Waste Credit		\$	(47,680.00)
			Sub total	\$	148,492.54
5	Profit	Prime Contractor Mark up		\$	14,849.25
			TOTAL	\$	163,341.79

II. CONTRACT COST SUMMARY:

Original Contract Amount	\$ 1,273,647.00
Total Approved CCO To Date	\$ 21,858.05
Sub Total	\$ 1,295,505.05
Amount of this CCO	\$ 163,341.79
Total Contract Amount To Date	\$ 1,458,846.84
Initial Project Contingency	\$ 127,364.70
Total Approved CCO to Date	\$ 21,858.05
Current Remaining Contingency	\$ 105,506.65
Amount of this CCO	\$ 163,341.79
Remaining Balance to be Requested of CC on 2/4/25	\$ (57,835.14)

III. ADJUSTMENT ON TIME COMPLETION:

Original Contract Time (working days)	60
Total Approved Additional Time (Work Days)	3
Weather Delay	
Additional Work	
City Delay	
Holidays	
Original Completion Date	10-Feb-24
Adjusted Completion Date	13-Feb-24

RECOMMENDED BY :

Project Inspector :	_____	Date:	_____
Construction Manager or Resident			
Engineer:	_____	Date:	_____

APPROVED BY:

Director of Public Works:	_____	Date:	_____
City Manager:	_____	Date:	_____

We, the undersigned Contractor, have given careful consideration to the change proposed and hereby agree, if this proposal is approved, that we will provide all equipment, furnish all materials, except as may otherwise be noted above, and perform all services necessary for the work specified, and will accept as full payment therefore the prices shown above.

ACCEPTED BY :

Contractor :	_____	Date:	_____
Signed By:	_____	Title:	_____

Randazzo Enterprises, Inc.

13550 Blackie Road
Castroville, CA 95012
CA Lie. #471936 A, B, C-8, & C-21

Phone: 831-633-4420

web-site: Randazzoenterprises.com

Fax: 831-633-4588

1/3/2025 Revised 1-24-2025

Wallace Group
612 Clarion Court
San Luis Obispo, CA 939401
Attn. Marcus Jackson

805-544-4011 Office
805-234-4093 Cell
marcusi@wallacegroup.us

RE: Request For Change Order #3-Blight Removal Location #1

Marcus,

Randazzo Enterprises, Inc. is requesting a change order regarding increased soil volume/Non RCRA soil disposal.

Base Bid Item # 6

Excavate additional 3" in depth (123cys X \$140/yd) ----- \$17,179
15% Credit for doing conjunction with 9" lift ----- (\$2,577)
Total Add ----- **\$14,602**

Base Bid Item #7

Soil Disposal, RCRA-Waste credit-----(\$4,510)

Base Bid Item #8

Dispose of Non-RCRA Waste (602.69 tons X \$308.75/ton) -----\$186,080.54
West Environmental report: 494 tons + (123cy X 1.6 =197tons) = 691tons
Original Bid: \$325 per ton – REDUCED 5% (\$16.25/TON)

Total tonnage will be confirmed with weight tags

Base Bid item #9

Soil Dispose of Non-hazardous waste credit -----(\$47,680)

Estimated total change order cost -----**\$148,492.54**

Randazzo Markup 10% ----- \$14,849.25

Total Change Order Request -----**\$163,341.79**

Regards,

Mark Randazzo
President

Our goals are safety and satisfied customers

1010724014 - Cal-Haz Soil Tonnage

Date	Profile #	Manifest	Ticket #	Material	Facility	Carrier	Vehicle	Tons
1/15/2025	CA625589	018368194FLE	115034	Calif Haz Waste - Disposal	CWM Kettleman Hills Landfill	CAR000148809	G1491	22.09
1/15/2025	CA625589	018368195FLE	115035	Calif Haz Waste - Disposal	CWM Kettleman Hills Landfill	CAR000148809	G644	24.8
1/16/2025	CA625589	018368196FLE	115053	Calif Haz Waste - Disposal	CWM Kettleman Hills Landfill	CAR000367961	G1139	23.14
1/16/2025	CA625589	018368193FLE	115061	Calif Haz Waste - Disposal	CWM Kettleman Hills Landfill	CAR000263707	G1649	23.26
1/16/2025	CA625589	018368197FLE	115056	Calif Haz Waste - Disposal	CWM Kettleman Hills Landfill	CAR000355362	G1865	25.53
1/17/2025	CA625589	018368199FLE	115098	Calif Haz Waste - Disposal	CWM Kettleman Hills Landfill	CAR000263707	G1649	24.17
1/17/2025	CA625589	018368198FLE	115099	Calif Haz Waste - Disposal	CWM Kettleman Hills Landfill	CAR000309393	G1311	22.95
1/17/2025	CA625589	018368200FLE	115100	Calif Haz Waste - Disposal	CWM Kettleman Hills Landfill	CAR000306506	G1272	23.25
1/21/2025	CA625589	018368201FLE	115133	Calif Haz Waste - Disposal	CWM Kettleman Hills Landfill	CAR000309393	G1311	23.19
1/21/2025	CA625589	018368202FLE	115134	Calif Haz Waste - Disposal	CWM Kettleman Hills Landfill	CAR000306506	G1272	23.29
1/21/2025	CA625589	018368204FLE	115135	Calif Haz Waste - Disposal	CWM Kettleman Hills Landfill	CAR000355362	G1865	23.33
1/21/2025	CA625589	018368203FLE	115136	Calif Haz Waste - Disposal	CWM Kettleman Hills Landfill	CAR000371096	G1922	26.24
1/21/2025	CA625589	018368205FLE	115137	Calif Haz Waste - Disposal	CWM Kettleman Hills Landfill	CAR000352500	G1750	25.36
1/21/2025	CA625589	018368206FLE	115139	Calif Haz Waste - Disposal	CWM Kettleman Hills Landfill	CAR000278564	G1245	23.98
1/22/2025	CA625589	018368208FLE	115175	Calif Haz Waste - Disposal	CWM Kettleman Hills Landfill	CAR000148809	G1688	21.78
1/22/2025	CA625589	018368207FLE	115177	Calif Haz Waste - Disposal	CWM Kettleman Hills Landfill	CAR000309393	G1311	24.22
1/22/2025	CA625589	018368209FLE	115180	Calif Haz Waste - Disposal	CWM Kettleman Hills Landfill	CAR000371096	G1922	25.7
1/22/2025	CA625589	018368215FLE	115184	Calif Haz Waste - Disposal	CWM Kettleman Hills Landfill	CAR000352500	G1750	23.07
1/22/2025	CA625589	018368216FLE	115186	Calif Haz Waste - Disposal	CWM Kettleman Hills Landfill	CAR000336487	G465	24.38
1/22/2025	CA625589	018368210FLE	115185	Calif Haz Waste - Disposal	CWM Kettleman Hills Landfill	CAR000355362	G1865	23.18
1/23/2025	CA625589	018368219FLE	115225	Calif Haz Waste - Disposal	CWM Kettleman Hills Landfill	CAR000371096	G1922	20.81
1/23/2025	CA625589	018368217FLE	115220	Calif Haz Waste - Disposal	CWM Kettleman Hills Landfill	CAR000309393	G1311	22.26
1/23/2025	CA625589	018368218FLE	115223	Calif Haz Waste - Disposal	CWM Kettleman Hills Landfill	CAR000306506	G1272	23.42
1/23/2025	CA625589	018368220FLE	115227	Calif Haz Waste - Disposal	CWM Kettleman Hills Landfill	CAR000355362	G1865	21.83
1/23/2025	CA625589	018368222FLE	115231	Calif Haz Waste - Disposal	CWM Kettleman Hills Landfill	CAR000352500	G1750	15.4
1/23/2025	CA625589	018368221FLE	115233	Calif Haz Waste - Disposal	CWM Kettleman Hills Landfill	CAR000336487	G465	22.06
							TOTAL TONNAGE:	602.69
							TOTAL LOADS:	26

Honorable Mayor and Members
of the Marina City Council

City Council Meeting
February 4, 2025

CITY COUNCIL CONSIDER ADOPTING RESOLUTION NO. 2025-, INCREASING THE VALUE OF THE CONSTRUCTION CONTRACT FOR THE MARINA BUILDINGS BLIGHT REMOVAL 2024 PROJECT PREVIOUSLY AWARDED TO RANDAZZO ENTERPRISES, INC. OF CASTROVILLE CA. BY \$65,000, TO ACCOUNT FOR ALL CHANGE ORDERS INCURRED TO DATE AND PROVIDE FOR ANY UNFORSEEN CONDITIONS THAT MAY ARISE BETWEEN NOW AND PROJECT CLOSEOUT; AUTHORIZING THE CITY MANAGER TO EXECUTE CONTRACT DOCUMENTS SUBJECT TO FINAL REVIEW AND APPROVAL BY THE CITY ATTORNEY; AND AUTHORIZING THE FINANCE DIRECTOR TO MAKE NECESSARY ACCOUNTING AND BUDGETARY ENTRIES.

RECOMMENDATION:

It is requested that the City Council consider:

1. Adopting Resolution No. 2025-, increasing the amount of the construction contract for the City of Marina Buildings Blight Removal 2024 Project previously awarded to Randazzo Enterprises of Castroville, CA by \$65,000 from \$1,401,011.70 (base bid of \$1,273,647 + \$127,365 construction contingency) to \$1,466,012 (base bid of \$1,273,647 + \$192,365 construction contingency) to account for all change orders incurred to date and provide for any unforeseen conditions that may arise between now and project closeout; and
2. Authorizing the City Manager to execute contract documents, **EXHIBIT A**, subject to final review and approval by the City Attorney; and
3. Authorizing the Finance Director to make necessary accounting and budgetary entries.

BACKGROUND:

The City Council adopted a resolution at the October 1st, 2024 Council Meeting to award the execution of the Base Bid only for the City of Marina Buildings Blight Removal 2024 Project to Randazzo Enterprises in the amount of \$1,273,647 and to authorize the City Manager or designee to expend up to an additional 10% of the contract amount for potential construction contingencies and to execute all construction change orders on behalf of the City.

The City of Marina Buildings Blight Removal 2024 Project has since approved two Contract Change Orders to date totaling \$21,858 leaving \$105,507 of remaining contingency.

The City of Marina Buildings Blight Removal 2024 Project has incurred a third Contract Change Order request totaling \$163,342, thereby exceeding the remaining contingency by \$57,835.

An increase of \$65,000 would provide the balance required to settle Change Order #3 and provide an additional \$7,165 in the event of any additional unforeseen conditions that may arise between now and project closeout, knowing the city shall retain any unspent funds.

ANALYSIS:

The third and final Contract Change Order was incurred based on the results of the soil testing which revealed high levels of lead and pesticides, thereby requiring the contractor to excavate and off-haul 33% more soil than required by contract to reach the “clean” soil below. Following excavation, the contaminated soil had to be trucked an additional 8,400 miles in total due to the level of contamination requiring disposal at a Class 1 site in Kettleman City (163 miles away) vs. a Class 2 site in Morgan Hill (43 miles away), which resulted in higher trucking and disposal costs.

FISCAL IMPACT:

Following is the estimated expenditure to execute the project to completion.

Estimated Expense	Amount
Construction Contract (Base Bid Only)	\$1,273,647.00
Construction Contingency Allowance (15%)	\$ 192,364.70
Construction Management and Inspection and Monitoring and Testing Allowance	\$ 250,000.00
Project Management, Surveys, Engineering & Misc. Expenses	\$ 120,000.00
Total Estimated Expenditure	\$ 1,836,011.70

This is an approved CIP project (HSF2101) with an available funding amount of \$ 2.2 M being sufficient to increase the construction contingency amount by \$65,000.

CONCLUSION:

This request is submitted for City Council consideration and possible action.

Respectfully submitted,

Marcus Jackson, Senior Program Manager
Project Management Services
Wallace Group

REVIEWED/CONCUR:

Layne P. Long
City Manager
City of Marina