



August 12, 2015

Item No. 6

AUTHORIZATION TO EXECUTE CONTRACT MODIFICATIONS FOR VARIOUS CHA PROJECTS

To the Honorable Board of Commissioners:

RECOMMENDATION

It is recommended that the Board of Commissioners approve the attached Resolution authorizing the Acting Chief Executive Officer (CEO) or his designee to execute modifications to the following contracts with Oakley Construction and Old Veteran Construction, totaling \$484,490.00.

Original Contract Value	Current Contract Value	Contract Modifications to be Approved (August 2015 Board)	% of Contract - This Change Order	Cumulative Change Order Total	All Change Orders as a Cumulative % of Original Contract	Cumulative Amount Over \$100,000?	Revised Contract Amount
C-11289 Oakley Construction Life Safety Upgrades at Las Americas Apartments (1611 S. Racine)							
\$ 1,747,080.00	\$ 1,864,763.00	\$ 9,204.00	0.53%	\$126,887.00	7.26%	Yes	\$ 1,873,967.00
C-11119 Old Veteran Construction Facade Replacement & Interior Improvements at Judge Slater Apartments (740 E. 43rd St.)							
\$ 13,577,000.00	\$ 15,631,791.17	\$ 475,285.52	3.50%	\$2,530,076.69	18.64%	Yes	\$ 16,107,076.69
Cumulative Total				\$484,490			

The Deputy Chief of the Capital Construction Department, the Office of the General Counsel and the Department of Procurement and Contracts have completed all necessary due diligence to support the submission of this initiative and recommend the approval of this item accordingly.

CORPORATE GOAL

The proposed amendment supports Plan Forward Goal #2: Ensure that CHA’s housing portfolio is safe, decent and sustainable.

FUNDING

General Fund

GENERAL BACKGROUND /EXPLANATION

The Significant Actions Policy states, in part: “Board approval must be obtained prior to CHA incurring liabilities in excess of \$100,000. Modernization activities, change orders, or cumulative change orders in excess of 5% of the contract amount or \$100,000, whichever is greater, must receive Board approval.”

The contract modifications associated with the above contracts are required to address the following issues:

GENERAL CONTRACTOR	CONTRACT NO.	MODIFICATION	AMOUNT	REASON FOR MODIFICATION
Oakley Construction	11289	The Contractor will provide an additional catch basin and extend piping to the new catch basin at Las Americas Apartments due to conditions discovered during excavation.	\$9,204.00	PCO 016 – Discovered Conditions
Old Veteran Construction	11119	The Contractor will remove the existing emergency generator, associated gas line, conduit and switches at Judge Slater Apartments. The Contractor will also enlarge the existing enclosure to accommodate the larger generator and will install a new generator with a new larger gas line and all associated electrical work due to the fact that the existing emergency generator is undersized to carry the load of the new fire pump and must be replaced with a larger generator.	\$ 475,286.00	PCO 048 - Omission
Total Modifications for August Board Action			\$ 484,490.00	

The Capital Construction Department has verified that the amount to perform the work by these contractors is within an acceptable range of the CHA’s Independent Cost Estimates for both projects.

CONCLUSION:

The Board action recommended in this item complies in all material respects with all applicable Chicago Housing Authority Board policies and all applicable federal (HUD) procurement laws.

The Deputy Chief of the Capital Construction Department concurs with the recommendation to approve the attached Resolution authorizing the Acting CEO or his designee to execute modifications to the above-referenced contracts totaling \$484,490.00 for work at Judge Slater and Las Americas Apartments.

The Chief Property Officer and Acting Chief Executive Officer recommends approval of the attached Resolution authorizing the Acting CEO or his designee to execute the above-referenced contract modifications.

RESOLUTION NO. 2015-CHA-65

WHEREAS, the Board of Commissioners has reviewed the Board Letter dated August 12, 2015 "AUTHORIZATION TO EXECUTE CONTRACT MODIFICATIONS FOR VARIOUS CHA PROJECTS";

THEREFORE, BE IT RESOLVED BY THE CHICAGO HOUSING AUTHORITY

THAT the Board of Commissioners authorizes the Acting Chief Executive Officer or his designee to execute contract modifications for the following Chicago Housing Authority projects and contracts in the amount of \$484,490.00:

Original Contract Value	Current Contract Value	Contract Modifications to be Approved (August 2015 Board)	% of Contract - This Change Order	Cumulative Change Order Total	All Change Orders as a Cumulative % of Original Contract	Cumulative Amount Over \$100,000?	Revised Contract Amount
C-11289 Oakley Construction Life Safety Upgrades at Las Americas Apartments (1611 S. Racine)							
\$ 1,747,080.00	\$ 1,864,763.00	\$ 9,204.00	0.53%	\$ 126,887.00	7.26%	Yes	\$ 1,873,967.00
C-11119 Old Veteran Construction Façade Replacement & Interior Improvements at Judge Slater Apartments (740 E. 43rd St.)							
\$ 13,577,000.00	\$ 15,631,791.17	\$ 475,285.52	3.50%	\$ 2,530,076.69	18.64%	Yes	\$ 16,107,076.69
Cumulative Total				\$484,490			

This item is subject to the Contractor's compliance with the CHA's MBE/WBE/DBE, Section 3 and insurance requirements.

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