

RESOLUTION NO. 2018- 354

A RESOLUTION AUTHORIZING THE ISSUANCE OF AN AMENDATORY SUPPLEMENTAL CHANGE ORDER NO. 3 TO CONTRACT NO. C17-0049 ISSUED TO KLINE CONSTRUCTION COMPANY INC., GALLOWAY, NJ, IN THE AMOUNT OF \$280,000.00.

WHEREAS, the City Council of the City of Vineland, on April 25, 2017, adopted Resolution No. 2017-189, entitled "A RESOLUTION AWARDDING AN OPEN-END CONTRACT TO KLINE CONSTRUCTION COMPANY INC., GALLOWAY, NJ FOR TRAFFIC CONTROL AND DIRECTIONAL DRILLING SERVICES"; and

WHEREAS, N.J.A.C. 5:30-11.9 sets forth the procedures for processing change orders which exceed the 20 percent limitation; and

WHEREAS, the Director of Municipal Utilities has requested that an amendment be made to contract awarded to Kline Construction Company Inc., Galloway, NJ for Traffic Control and Directional Drilling Services as authorized by Resolution No. 2017-189, said amendment is made necessary to provide for additional quantities needed through the remainder of this option year contract period; the original contract was based on estimated quantities and did not provide for quantities that were needed for the annual period; said change order will be based on quantities that reflect what is actually needed for the service through the remainder of the contract period; and

WHEREAS, the City of Vineland desires to comply with said requirements of N.J.A.C. 5:30-11.9, and to that end herewith files with the governing body a report stating the facts involved and indicating that said change order may be allowed under these regulations; and

WHEREAS, the Chief Financial Officer has certified the availability of funds for the amendatory supplemental change order for which authorization is requested in the amount of \$280,000.00; now, therefore,

BE IT RESOLVED by the Council of the City of Vineland that said amendatory supplemental change order #3 to Contract No. C17-0049, issued to Kline Construction Company Inc., Galloway, NJ, in the amount of \$280,000.00, be and the same is hereby ratified and approved.

Adopted:

President of Council

ATTEST:

City Clerk



September 4, 2018

TO THE MAYOR AND COUNCIL
OF THE CITY OF VINELAND

Amendatory Supplemental Change Order No. 3
Contract No. C17-0049
Traffic Control and Directional Drilling Services
Kline Construction Company INC., Galloway, NJ

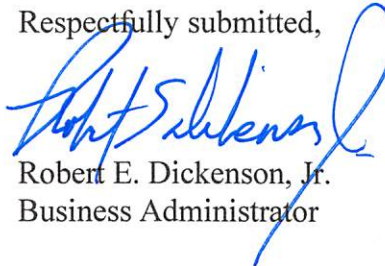
We are requesting an amendatory supplemental change order to Contract No. C17-0049, issued to Kline Construction Company INC., Galloway, NJ for Traffic Control and Directional Drilling Services. This contract was authorized by Resolution No. 2017-189, adopted by City Council on April 25, 2017.

The change order requested, in the amount of \$280,000.00, provides for additional quantities needed through the remainder of this option year contract period. The original contract was based on estimated quantities and did not provide for quantities that were needed for the annual period, as indicated in the attached request. Said change order will be based on quantities that reflect what is actually needed for the service through the remainder of the contract period.

This change order, plus change orders #1 (\$150,000) and #2 (\$80,000) will increase the original contract amount from \$119,965.00 to \$629,965.00.

The amendatory supplemental change order which exceeds the 20% limitation, for which authorization is herein requested, may be authorized in accordance with N.J.A.C. 5:30-11.9.

Respectfully submitted,



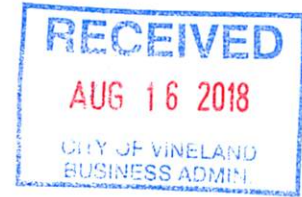
Robert E. Dickenson, Jr.
Business Administrator


RD/wr
Encl.




MEMORANDUM

September 20, 2017



TO: John Lillie, Director
Robert Dickenson, Business Administrator ✓ 

FROM: Robert A Napier, Superintendent Distribution 

SUBJECT: Change Order #3 request for Kline contract C17-0049.

Attached please find a Change Order request #3 for Contract #C17-0049 our Traffic Control and Directional Drilling services contract with Kline Construction. The specification for the services was advertised, and awarded via resolution 20017-189 as an Open-Ended Contract. Open Ended Contracts, are those contracts for which price bids were solicited on a unit basis because exact quantities needed were not known at the time bids were sought. The construction contract was awarded using the quoted unit prices based on approximate quantities intended for evaluation purposes. The change order will exceed 20% but is justified as it will utilize the quoted unit pricing but will be based on quantities that reflect what we actually need for the service through the remainder of the contract period.

The Kline contract did renew in April with the option year and Change order #2 reflected the additional contract year but was still based on the original unit prices and quantities. We now need change order #3 to get us through the remainder of this year and through April of next year when the contract will expire.

The Utility, Purchasing and Finance departments have all worked together to review each other's operational, regulatory and auditing needs and have revised procedures to minimize the need for this type of action for future Open Ended Contracts. Our part will be to revise bid quantities so they reflect better estimated annual usage while still maintain prudent bid evaluation criteria.

Thank you for your consideration of this request, should you have any questions, please contact me.

Cc:
Susan Baldosaro
Miguel Mercado