



Legislation Details (With Board Report)

**File #:** A 12-065      **Name:** Avila Construction Amendment #1  
**Type:** BoS Agreement      **Status:** Passed  
**File created:** 5/6/2012      **In control:** Board of Supervisors  
**On agenda:** 6/19/2012      **Final action:** 6/19/2012

**Title:** Authorize the Purchasing Manager for Natividad Medical Center (NMC) to execute Amendment No. 1 to the Agreement (A-12141) with Avila Construction Inc. for the NMC Outpatient Expansion Tenant Improvement Project No. 8842, Bid No. 10317, Construction Services at NMC, extending the Agreement to June 30, 2013 for a total Agreement amount not to exceed \$1,628,220 (no change to the previously approved amount). (REMOVED VIA SUPPLEMENTAL)

**Sponsors:**

**Indexes:**

**Code sections:**

**Attachments:** 1. Avila Construction, 2. Avila Construction Notice to Proceed with Contract

Date	Ver.	Action By	Action	Result
6/19/2012	1	Board of Supervisors		

Authorize the Purchasing Manager for Natividad Medical Center (NMC) to execute Amendment No. 1 to the Agreement (A-12141) with Avila Construction Inc. for the NMC Outpatient Expansion Tenant Improvement Project No. 8842, Bid No. 10317, Construction Services at NMC, extending the Agreement to June 30, 2013 for a total Agreement amount not to exceed \$1,628,220 (no change to the previously approved amount). (REMOVED VIA SUPPLEMENTAL)

**RECOMMENDATION:**

It is recommended the Board of Supervisors authorize the Purchasing Manager for Natividad Medical Center (NMC) to execute Amendment No. 1 to the Agreement (A-12141) with Avila Construction Inc. for the NMC Outpatient Expansion Tenant Improvement Project No. 8842, Bid No. 10317, Construction Services at NMC, extending the Agreement to June 30, 2013 for a total Agreement amount not to exceed \$1,628,220 (no change to the previously approved amount).

**SUMMARY/DISCUSSION:**

NMC’s Outpatient Expansion Tenant Improvement Project supports the re-organization of the NMC Specialty Clinic Services. This tenant improvement project is located at Natividad Medical Center, Building 200, second floor, adjacent to the Specialty Clinic’s existing location. The project’s scope includes demolition, new interior walls, millwork, finishes, ceiling work, and mechanical/electrical/plumbing work to 10,800 square feet of vacant area which will be incorporated into the existing clinic’s footprint. On July 12, 2011 Board of Supervisors approved the Plans and Special Provisions for the Natividad Medical Center (NMC) Outpatient Expansion Tenant Improvement Project No. 8842 Bid Package No. 10317 and allowed NMC to advertise the “Notice to Contractors.”

On August 8, 2011 NMC published the “Notice to Contractors” inviting formal bids for the Outpatient Expansion Project. NMC provided interested contractors bid plans and specification in Bid Package No. 10317, and followed the outlined steps in the works of public improvement process to properly select a contractor in conformance with State laws regarding construction contractor selection. At 2 p.m. on September 7, 2011 bids were opened and publicly read aloud by the Contracts/Purchasing Agent in the Clerk of the Board’s Conference Room 1032. Avila Construction, Inc. was revealed as the lowest bidder for this project. After evaluation of their proposal and subcontractors, NMC deemed them the lowest responsible and responsive bid and on September 26, 2011 tentatively awarded the project 8842 to Avila Construction, Inc. pending Board of Supervisor’s approval.

Avila Construction Inc.'s bid of \$1,480,200 was in line with NMC's projected budget of \$1,510,959 for this three phased construction project. The duration of construction has been amended to 180 days.

Competition of construction of Phase I was completed on March 30, 2012. This part of construction included the new reception, waiting room and 4 new exam rooms. NMC is currently in construction of Phase II of the Outpatient project and this phase is due to be completed on Jun 8, 2012. At that time the Specialty clinic will move into the new discharge and exam rooms spaces so that the contractor can start Phase III of the project (June 11 - July 13). Phase III will include refinishing of existing exam rooms.

Since the contract was awarded and due to unforeseen conditions, NMC has approved a total of 5 change orders equaling a total of \$101,219, increasing Avila's contract to \$1,581,419. NMC anticipates total construction payment to Avila Construction for Outpatient project to be \$1,423,277 by June 30, 2012. When the project is complete, Natividad Medical Center will issue a notice of completion releasing the 10% retainage payment of \$158,141.

(Refer to Exhibit 1 for budget, scheduling and description)

**OTHER AGENCY INVOLVEMENT:**

County Counsel has reviewed and approved this Amendment as to legal form and risk provisions. Auditor-Controller has reviewed and approved this Amendment as to fiscal provisions. The Amendment has also been reviewed and approved by Natividad Medical Center's Board of Trustees.

**FINANCING:**

The total estimated cost for the Outpatient Expansion Tenant Improvement Project, including construction, 10% contingency and retainage is \$1,628,220. NMC anticipates total construction expenditures to the Capital Budget ID (B-2011-3) will be \$1,423,277 by June 30, 2012, with the approval of the architect. Fiscal Year 2012/2013 capital budget (B-2011-3) amount of \$250,000 will allow payment of retainage after notice of completion. There is no impact to the General Fund.

Prepared by: Andrea Rosenberg, Administrator, 783-2562

Approved by: Harry Weis, Chief Executive Officer, 783-2124

Attachments: Exhibit 1, Notice to Proceed with Outpatient Expansion 2nd Floor, Building 200, Project #8842, Agreement and Amendment 1.