

California Plus Engineering (CPE) was issued a notice to proceed to start the project. Unfortunately CPE is no longer interested in proceeding with construction on this project. As a result of the non-responsiveness of this JOC contractor, NMC re-initiated this project to Otto Construction off of the Fiscal Year (FY)14-15 JOC program. Otto's price proposal came in slightly higher than the previous JOC Contractor at \$311,310. NMC requests approval for this increase in construction cost of the project from \$292,300 to \$311,310 and additionally requests a 10% contingency in the amount of \$31,000 as JOC does not allow for contingency in the line item pricing. This results in a total construction cost of \$342,310, a design cost of \$45,400 for a total project cost of \$387,710.

OTHER AGENCY INVOLVEMENT:

County Counsel has reviewed and approved this project as to legal form and risk provisions.

The Auditor-Controller has reviewed and approved this project as to fiscal provisions.

The project was supported by the NMC Finance Committee April 28, 2016, NMC Board of Trustees on May 6, 2016, Capital Improvement Committee on April 20, 2016 and Budget Committee on April 27, 2016.

FINANCING:

Natividad Medical Center will increase funding for the ER RME improvement project in the amount of \$50,010 for a total project cost \$387,710. Funds will be sourced from NMC's cash balance. There is no impact to the general fund.

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Approved by: Dr. Gary Gray, Chief Executive Officer, (831) 783-2563

Attachments: Exhibit 1-Project Budget