	APPROVED			
REPORT OF GENERAL MANAGER	APR 1 9 2007	NO	07-89	
DATE <u>April 19, 2007</u>	and HAAS CO	C.D	14	

BOARD OF RECREATION AND PARK COMMISSIONERS

SUBJECT: VAN NUYS SHERMAN OAKS - GYMNASIUM (W.O. #E170268F) - FINAL ACCEPTANCE

R. Adams J. Combs H. Fujita S. Huntley	J. Kolb F. Mok K. Regan *M. Shull	Burp M.S.	
Approved		Disapproved	General Manager Withdrawn

<u>RECOMMENDATION</u>:

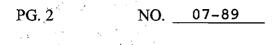
That the Board:

- 1. Approve the final acceptance of work performed under Contract No. 3092 as outlined in the body of this report;
- 2. Authorize the Department's Chief Accounting Employee to release all retention monies held under Contract No. 3092 to Metro Builders & Engineers Group, Ltd., 35 calendar days after acceptance by the Board; and,
- 3. Authorize the Board Secretary to furnish Metro Builders & Engineers Group, Ltd., with a letter of completion.

SUMMARY:

The construction contract for the Van Nuys Sherman Oaks - Gymnasium (W.O. #E170268F) project was awarded to Metro Builders & Engineers Group, Ltd., on June 4, 2003 (Board Report No. 03-185), in the amount of \$2,922,711. The project is located at 14201 Huston Street, Van Nuys, California, and was completed on December 5, 2005. The project provides for the demolition of the existing gymnasium inside the recreation center and the construction of a modern full size gymnasium in the same location.

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The Bureau of Engineering, Construction Management Division (CMD), completed the construction management of the project under the Proposition K Program. The facility was opened to the public in January 2006. The contractor submitted a large number of Change Orders. Many of which, the Bureau of Engineering took significant issues with and it took almost a year to negotiate the Change Orders. However, by doing so, the Bureau of Engineering reduced the contractor's claim by nearly \$1 million.

Bureau of Engineering has informed the Department that this project was completed with 58 Change Orders issued in the amount of \$482,488.03 or 16.52 percent of the base contract. The final contract amount including the change orders is \$3,405,199.03. It should be noted that portions of the existing facility sustained fire damage during construction and were repaired under this contract.

Bureau of Engineering has consulted with the Office of Contract Compliance concerning the status of the labor compliance requirements and Affirmative Action requirements on the project. There are no outstanding wage violations and Metro Builders & Engineers Group, Ltd., is in compliance.

FISCAL IMPACT STATEMENT:

There is no fiscal impact to the Department's General Fund because construction costs for this project were paid from the Proposition K special funding.

This report was prepared by Cathie Santo Domingo, Project Manager, Recreational and Cultural Facilities Program, and Michael Henderson, Construction Management Division, Bureau of Engineering; and was reviewed by Neil Drucker, Program Manager, Recreational and Cultural Facilities Program; Bradley M. Smith, Chief Deputy City Engineer, Bureau of Engineering.