

TO: BOARD OF TRUSTEES
FROM: SUPERINTENDENT

COMMUNICATION NO. 158-2009/10-BS

Prepared by the Office of Vice President Business Services
for Presentation to the Board of Trustees
February 8, 2010

SUBJECT: APPROVAL OF CONTRACT AUGMENTATION WITH KLASSEN CORPORATION FOR GENERAL CONDITIONS COSTS FOR WEST CAMPUS EXPANSION PROJECT

A. BACKGROUND

Klassen Corporation is providing project management services for the construction and completion of all current capital outlay projects for Antelope Valley College. The scope of work provided by Klassen Corporation for completing the Antelope Valley College capital outlay program requires a building (Building T800) for project management staffing and activities. This facility was budgeted by prorating the total cost among seven projects (West Campus Expansion, Campus Infrastructure, M&O/Warehouse, Ag Lab, Auto Body, Theater Arts Facility, Health & Science Building). For accounting purposes it is recommended that the entire cost of the T800 building be charged to one project. It is proposed to increase the current project general conditions budget for the West Campus Expansion project by \$422,655.00. The budget for the other six projects will be reduced by \$422,655.00.

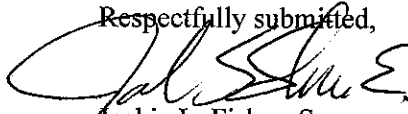
B. BUDGET IMPLICATIONS

No budget impact. An increase of \$422,655.00 to the West Campus Expansion project and a decrease of \$422,655.00 to the budgets of Infrastructure, M&O/Ag Lab, Auto Body, Theater Arts Facility and Health & Science Building projects results in a net zero budget impact.

C. RECOMMENDATION

It is recommended that the Board of Trustees authorize the Vice President of Business Services to approve the contract augmentation with Klassen Corporation.

Respectfully submitted,



Jackie L. Fisher, Sr.
Superintendent/President

Prepared by:



Deborah Wallace
Vice President Business Services

Office of Business Services

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**FEE PROPOSAL & WORK AUTHORIZATION
FOR PROJECT MANAGEMENT SERVICES
ANTELOPE VALLEY COMMUNITY COLLEGE DISTRICT**

Exhibit A

Project Name: West Campus Expansion Project

Project Number: 05-164

Fee Proposal and Work Authorization: No. Six (6)

This Fee Proposal and Work Authorization dated February 2, 2010 amends the Master Agreement for Project General Conditions Costs dated February 12, 2007 as follows:

General Conditions Costs

The Project Manager shall provide costs for general Conditions as set forth in the Contract, 1.2 Compensation for Capital Projects, paragraph 1.2.4 General Conditions Costs at (7%) of estimated construction cost subject to modifications based upon the final construction cost.

The approved General Conditions Costs is \$2,453,153.95. The project has an approved General Conditions cost of \$2,453,153.95 that includes the construction site office proportional cost of each project which total \$550,000.00. The projects are, Infrastructure, M&O/AG Lab, Auto Body, Theatre Art Facility and Health and Science Building. The West Campus Expansion Project proportional cost is \$127,345.00 from the construction site office \$550,000.00 total cost. The cost of the construction Site office was paid for from the West Campus Expansion approved General Conditions Budget therefore, the project needs budget augmentation from the general Conditions Budget of Infrastructure, M&O/AG Lab, Auto Body, Theater Art and Health and Sciences projects in the amount of \$422,655.00. This budget augmentation shall not change the bottom line cost of the project. This augmentation is a budget transfer for billing purpose only.


IN WITNESS WHEREOF, the District and Project Manager have executed this Fee Proposal and Work Authorization as of the date set forth above.

District

Antelope Valley Community College District

By: _____
Deborah Wallace
Vice President, Business Services

Project Manager
Klassen Corporation

By:  _____
L. Phil Klassen
Vice President