

**AVENUE B IMPROVEMENTS
AT&T UTILITY EXPENSES
(AT&T Project Number A02FBXR)**

CHANGE ORDER NO. 1

Date: June 30, 2025

Contractor: AT&T

ORIGINAL CONTRACT AMOUNT	:	\$ 64,557.12
CURRENT CONTRACT AMOUNT INCLUDING PREVIOUS CHANGE ORDERS	:	\$ 64,557.12
NET CONTRACT AMOUNT INCREASE RESULTING FROM THIS CHANGE ORDER	:	\$ 74,391.65
PROPOSED CONTRACT AMOUNT INCLUDING THIS CHANGE ORDER	:	\$ 138,948.77
CURRENT CONTRACT EXPIRATION DATE	:	August 27, 2024
PROPOSED CONTRACT EXPIRATION DATE	:	August 27, 2024

CHANGES ORDERED:

I. GENERAL:

This Change Order reflects the difference between AT&T Cost Estimate for **AT&T Project Number A02FBXR** provided to the City on February 10, 2023 and AT&T Construction Costs provided to the City on July 29, 2024. Both documents are attached.

II. REQUIRED CHANGES/COST ADJUSTMENTS:

AT&T has provided the following for changes to the copper cable installed:

Project No	Activity Period	Company Cd	Acct	Exp Type XC	Amt	RCC	Loc Cd	Trans Source	Desc	Qty	Comment1
A02FBXR	Nov-2023	5F00	2003.5C	520	\$725.06	BLKC0F1R0	E8628	SCM	CABLE COPPER ANMW 0025	985	CABLE 24G 25P /INW (21-39 PR)
A02FBXR	Nov-2023	5F00	2003.5C	520	\$240.22	BLKC0F1R0	E8628	SCM	CABLE COPPER ANMW 0050	190	CABLE 24G 50P /INW (40-63 PR)
A02FBXR	Nov-2023	5F00	2003.5C	520	\$2,277.94	BLKC0F1R0	E8628	SCM	CABLE COPPER ANMW 0100	930	CABLE 24G 100P /INW (89-126 PR)
A02FBXR	Nov-2023	5F00	2003.5C	520	\$2,019.49	BLKC0F1R0	E8628	SCM	CABLE COPPER ANMW 0200	435	CABLE 24G 200P
A02FBXR	Nov-2023	5F00	2003.5C	520	\$4,666.04	BLKC0F1R0	E8628	SCM	CABLE COPPER ANMW 0300	705	CABLE 24G 300P
A02FBXR	Nov-2023	5F00	2003.5C	520	\$2,275.29	BLKC0F1R0	E8628	SCM	CABLE COPPER ANMW 0400	265	CABLE 24G 400P
A02FBXR	Nov-2023	5F00	2003.5C	520	\$11,091.27	BLKC0F1R0	E8628	SCM	CABLE COPPER ANMW 0600	838	CABLE 24G 600P
					<u>\$23,295.31</u>						

Additional Cost Descriptions have also been provided and are attached for reference.

III. JUSTIFICATION:

At the City Commission Regular Meeting on May 15, 2023 the Commission approved the cost of **AT&T Project Number A02FBXR** relocations based on the estimates provided on February 10, 2023 (attached).

AT&T provided a progress update via email on September 27, 2023 that is attached but did not elaborate on any changes in price.

On June 20, 2024 the City received an email describing increased costs for AT&T relocations along Avenue B (**AT&T Project Number A02FBXR**, attached). The costs came in higher than expected and was coordinated with AT&T construction managers to better understand why the cost of this project ended up higher than expected. Below is a list of issues which contributed to the higher cost:

- The cost of copper increased from the time the job was quoted to the time it was built. Since this job only placed copper cable, this lead to an increase in material cost.
- All of the conduits were installed by the city contractor and in multiple instances, were not in the locations requested or stubbed up properly. This lead to multiple dispatches and additional splicing. The additional splicing was very consuming on this project. This also lead to us have to back feed the cable in some locations.
- Some of the conduits were not rodded and so we had to perform this work.

- Due to the large size of the copper cable, some pedestal locations the cables could not make the 180 degree bend and so they have to be cut and spliced.
- Due to outages during splicing and records errors, we had to test each pair on each cable where the proposed cables met the existing cables.

For the job that placed the cable (**AT&T Project Number A02FBXR**) the actual cost came in at \$208,555.37. We removed \$19,044.72 from the invoice (shown as betterment) as this was the cost quote for AT&T to set new poles and transfer our cables but this did not meet the city's needs for the project.

Also, while this job was being worked, the way that AT&T overhead rates are calculated changed substantially which lead to a much higher overhead rate being applied to this project. It was discussed and agreed with AT&T finance to apply the overhead rate to what it was at the time of the quote/work. AT&T total cost was \$208,555.37, but the revised invoice amount is \$138,948.77.

The City requested and received additional descriptions of the justification for the increased costs. This information provided by AT&T is attached.

IV. PAYMENT:

Upon approval of this Change Order #1, no additional funds are requested.

V. APPROVAL AND CHANGE AUTHORIZATION:

Acknowledgments: The aforementioned change, and work affected thereby, is subject to all provisions of the original contract documents not specifically changed by this Change Order; and it is expressly understood and agreed that the approval of the Change Order shall have no effect on the original Contract other than the matters expressly provided herein.

RECOMMENDED BY:

Mark Zrallack, P.E

City Engineer

By: _____
Signature

Date: _____

APPROVED AS TO FORM AND CORRECTNESS:

Sara Hedges

City Attorney

By: _____
Signature

Date: _____

CITY APPROVED BY:

Linda Hudson

Mayor

By: _____
Signature

Date: _____

FPRA APPROVED BY:

Linda Hudson

Chairperson

By: _____
Signature

Date: _____

ATTEST:

Linda Cox

City Clerk

By: _____
Signature

Date: _____

ACCEPTED BY:

Luke Folkerts

Senior OSP Design Engineer – AT&T

By: _____
Signature

Date: _____