

THIS IS A DECISION PAPER

TO: HARDIN COUNTY BOARD OF EDUCATION

FROM: NANNETTE JOHNSTON, SUPERINTENDENT

DATE: FEBRUARY 18, 2010

**SUBJECT: RESCIND CHANGE ORDER NUMBER 2, APPROVE CHANGE ORDER #5, AND
REVISED BG1 LINCOLN TRAIL REROOF**

ISSUE: The Board needs to rescind change order number 2, approve change order #5 and revised BG1 for Lincoln Trail Reroof project.

FACTS

The Kentucky Department of Education has ruled that change order #2 on the Lincoln Trail Reroof project cannot be approved. The revenue cabinet and the Division of Facilities met on this issue and ruled that the materials on a construction project must be bid separate at the time of the construction bid if the Board intends to use their tax-exempt status to avoid Kentucky sales tax on the materials.

As a result, change order number 2 must be rescinded that allowed for a reduction of the construction cost by the 6% sales tax on materials and change order number 5 needs to be approved that puts the sales tax back into the construction costs.

Since all contingency has been used on this project, additional funds are needed in the contingency line item to cover this increase. The additional costs of \$11,654.90 for this project will be funded through Capital Outlay. The Board must also approve a revised BG1 for this project. (See attached documentation).

RECOMMENDATION

**I RECOMMEND THE BOARD RESCIND CHANGE ORDER NUMBER 2 AND APPROVE
CHANGE ORDER NUMBER 5 AND THE REVISED BG1.**

RECOMMENDED MOTION

**I MOVE THE BOARD RESCIND CHANGE ORDER NUMBER 2 AND APPROVE
CHANGE ORDER NUMBER 5 AND THE REVISED BG1.**

AIA DOCUMENT G701-2000

Change Order

(Instructions on reverse side)

PROJECT: LINCOLN TRAIL
 (Name and address) ELEMENTARY SCHOOL
 PARTIAL REEROOF
 3154 BARDSTOWN ROAD
 ELIZABETHTOWN, KY 42701

CHANGE ORDER NUMBER: FIVE
 DATE: 9 FEBRUARY 2010
 ARCHITECT'S PROJECT NUMBER:
 CONTRACT DATE: 2 JUNE 09
 CONTRACT FOR: CONSTRUCTION

OWNER ☐
 ARCHITECT ☐
 CONTRACTOR ☐
 FIELD ☐
 OTHER ☐

TO CONTRACTOR:
 (Name and address)

GEOGHEGAN ROOFING CORP.
 1405 GARLAND AVENUE
 LOUISVILLE, KY 40210

THE CONTRACT IS CHANGED AS FOLLOWS:

(Include, where applicable, any undisputed amount attributable to previously executed Construction Change Directives.)

BY DIRECTIVE OF KDE, CHANGE ORDER TWO WHICH DEDUCTED THE COST OF CERTAIN MATERIALS AND SHIPPING FROM THE CONTRACT SO THAT HARDIN COUNTY SCHOOLS COULD PURCHASE THE MATERIALS DIRECTLY (AND SAVE THE KY SALES TAX) IS REVERSED BY THIS CHANGE ORDER FIVE. THE COST OF MATERIALS AND SHIPPING IS ADDED BACK INTO THE CONTRACT. THE COST OF STATE SALES TAX @ 6% IS ALSO ADDED TO THE CONTRACT.

The original (Contract Sum) (~~Guaranteed Maximum Price~~) was \$ 309,450.00

The net change by previously authorized Change Orders \$ -104,867.86

The (Contract Sum) (~~Guaranteed Maximum Price~~) prior to this Change Order was \$ 204,642.14

The (Contract Sum) (~~Guaranteed Maximum Price~~) will be (increased) (~~decreased~~)

(~~unchanged~~) by this Change Order in the amount of \$ 128,772.76

The new (Contract Sum) (~~Guaranteed Maximum Price~~) including this Change Order will be \$ 399,577.90

The Contract Time will be (increased) (~~decreased~~) (unchanged) by ZERO (-0-) days.

The date of Substantial Completion as of the date of this Change Order therefore is 24 NOVEMBER 09

NOTE: This Change Order does not include changes in the Contract Sum, Contract Time or Guaranteed Maximum Price which have been authorized by Construction Change Directive for which the cost or time are in dispute as described in Subparagraph 7.3.8 of AIA Document A201.

Not valid until signed by the Architect, Contractor and Owner.

BRAYLIRA
 ARCHITECTS

ARCHITECT (Typed name)

(Signature)

GREGORY WINN, AIA

BY

9 FEBRUARY 2010

DATE

GEOGHEGAN
 ROOFING CORP

CONTRACTOR (Typed name)

(Signature)

BY

DATE

HARDIN COUNTY
 SCHOOLS

OWNER (Typed name)

(Signature)

BY

DATE



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 AIA DOCUMENT G701-2000
 CHANGE ORDER

II. PROPOSED PLAN TO FINANCE APPLICATION

A. Statement of Probable Costs:

1. Total Construction Cost	\$369,450.00
2. Architect/Engineer Fee	\$14,778.00
3. Construction Manger Fee	\$0.00
4. Bond Discount	\$6,519.00
5. Fiscal Agent Fee	\$4,561.00
6. Contingencies	\$18,473.00
7. Site Acquisition	\$0.00
8. Equipment/Furnishings	\$0.00
9. Equipment/Computers	\$0.00
10. Technology Network Sys. (KETS)	\$0.00
11. Other* Printing	\$3,000.00
12. Other*	\$0.00
13. Other*	\$0.00
Total Estimated Cost	\$416,781.00

*Define

B. Funds Available:

1. SFCC Cash Requirement	\$0.00
2. SFCC Bond Req.	\$0.00
3. SFCC Bond Sale	\$0.00
4. Local Bond Sale	\$416,781.00
5. Cash - General Fund	\$0.00
6. Cash - Capital Outlay	\$0.00
7. Cash - Building Fund	\$0.00
8. Cash - Investment Earnings	\$0.00
9. KETS	\$0.00
10. Other	\$0.00
11. Other	\$0.00
12. Other	\$0.00
13. Other	\$0.00
Total Funds Available	\$416,781.00

THE ABOVE INFORMATION IS A STATEMENT OF PROBABLE COST AND FUNDS AVAILABLE AND IS REQUIRED TO BE REVISED TO
CORRESPOND TO ACTUAL BIDS RECEIVED PRIOR TO THE SIGNING OF CONSTRUCTION CONTRACTS.

TO BE COMPLETED ON INITIAL & REVISED APPLICATION: The signing of this financial document certifies the above
stated funds are available and designated for this project during this fiscal year.

Nannette S. Rogers Superintendent
Samy Mills Finance Officer
Ray Shanon Chairman

5/30/09 Date

5/30/09 Date

5/30/09 Date

ORIGINAL SIGNATURES REQUIRED

NOTE: Any district anticipating the financing of this and/or other projects in a combined school revenue Bond should
discuss the financing with the Director/Branch Manager, Division of District Operations.

TO BE COMPLETED ON INITIAL APPLICATION:

This building project application is approved by the Division of Facilities Management indicating compliance with current
Facility Plan or minor project under 702 KAR 4:180.

Comments: _____

Director/Branch Manager, Facilities Management

Date: 6/11/09**TO BE COMPLETED ON INITIAL & REVISED APPLICATION:**

Tentative financial approval based upon information
provided to this office in support of projected cost.

Comments: _____

Director/Branch Manager, Division of District Operations

Date: 6-11-09**TO BE COMPLETED ON INITIAL APPLICATION:**

This building project application is hereby approved according
to the conditions outlined in the application. Proceed in
accordance with the attached submittal checklist.

Comments: _____

Associate Commissioner, District Support Services

Date: 6/12/09

RECEIVED

JUN 03 2009

DFM

LOCAL BOARD ORDER AUTHORIZING PROJECT MUST BE ATTACHED ON INITIAL & REVISED APPLICATION

II. PROPOSED PLAN TO FINANCE APPLICATION

A. Statement of Probable Costs:

1. Total Construction Cost	\$369,450.00
2. Architect/Engineer Fee	\$14,778.00
3. Construction Manger Fee	\$0.00
4. Bond Discount	\$6,519.00
5. Fiscal Agent Fee	\$4,561.00
6. Contingencies	\$30,127.90
7. Site Acquisition	\$0.00
8. Equipment/Furnishings	\$0.00
9. Equipment/Computers	\$0.00
10. Technology Network Sys. (KETS)	\$0.00
11. Other* Printing	\$3,000.00
12. Other*	\$0.00
13. Other*	\$0.00
Total Estimated Cost	\$428,435.90

*Define

B. Funds Available:

1. SFCC Cash Requirement	\$0.00
2. SFCC Bond Req.	\$0.00
3. SFCC Bond Sale	\$0.00
4. Local Bond Sale	\$416,781.00
5. Cash - General Fund	\$0.00
6. Cash - Capital Outlay	\$11,654.90
7. Cash - Building Fund	\$0.00
8. Cash - Investment Earnings	\$0.00
9. KETS	\$0.00
10. Other	\$0.00
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Total Funds Available	\$428,435.90

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_____ Superintendent	_____ Date
_____ Finance Officer	_____ Date
_____ Chairman	_____ Date

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Comments: _____

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Date: _____

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Date: _____

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Comments: _____

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Date: _____

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