

PORT OF SEATTLE
MEMORANDUM

COMMISSION AGENDA

Item No. 5c

ACTION ITEM

Date of Meeting April 9, 2013

DATE: April 1, 2013

TO: Tay Yoshitani, Chief Executive Officer

FROM: Ralph Graves, Managing Director, Capital Development Division
Janice Zahn, Assistant Director of Engineering – Construction Services

SUBJECT: Bag Claim Device 14 and Lower Inbound Conveyor Replacement at Seattle-Tacoma International Airport - Contract MC-0317221
Change Order No.009 for a contract time extension

Amount of This Request: \$0 **Total Project Cost:** \$1,086,053.00

Source of Funds: No additional funds requested

Est. State and Local Taxes: \$103,175.04

Jobs Created: N/A

ACTION REQUESTED:

Request Commission authorization for the Chief Executive Officer to issue Change Order No. 009 for the Bag Claim Device 14 and Lower Inbound Conveyor Replacement project to grant a no-cost time extension of 71 calendar days to the contract completion date. Upon approval of this change order, the new contract completion date will be March 30, 2013. No additional funds are requested as this is a no-cost change order.

SYNOPSIS:

The Bag Claim Device 14 and Lower Inbound Conveyor Replacement project removed the existing baggage claim 14 device and replaced it with a new device. The work also included the installation of a new inbound conveyor that removes the under-conveyor feed and routes the new feed overhead.

During shipment of the new baggage claim device to the project site, the crated components were damaged by Hurricane Sandy while in the Port of New York and New Jersey. Some components sustained saltwater damage and had to be reordered. The time to refabricate and deliver the replacement components resulted in a delay to the completion of the Bag Claim Device 14 and Lower Inbound Conveyor Replacement project of 71 calendar days.

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BACKGROUND:

Baggage claim device #14 is primarily used by Alaska Airlines Group. The new baggage claim device was fabricated by the contractor's supplier Vanderlande in Spain and shipped to the United States in crates. On October 29, 2012, while at the customs dock at the Port of New York and New Jersey, the crated components were exposed to the weather impact of Hurricane Sandy. The Port of New York and New Jersey was closed for several days as a result of the hurricane.

The original construction schedule had these components arriving to the project site on November 4, 2012. Delays in getting the device through customs and out of the New York area resulted in its late arrival to the project site on November 13, 2012.

The contractor, Vanderlande, and the Port inspected the components upon arrival on site. It was concluded that saltwater damage to some of the components would reduce the serviceable life of the claim device. Vanderlande indicated that an inventory would be taken of all damaged parts and the parts would be replaced. The replacement parts arrived on the project site January 14, 2013, 77 days after Hurricane Sandy hit New York and New Jersey and 71 calendar days after the project's original contract delivery date.

The Port's construction contract allows for contract time to be extended without compensation for delays to the work caused by unusual and severe weather beyond the control of the Port and the contractor. The contractor is therefore entitled to a non-compensable, excusable time extension of 71 calendar days. The project is now complete and the new contract completion date will be March 30, 2013.

FINANCIAL ANALYSIS:

This change order extends time only. No additional project funds are being requested as a result of this change order.

CONTRACT INFORMATION:

The following information relates to the contract and competitive award:

Contract award date:	May 29, 2012
Original period of performance:	May 29, 2012, to January 18, 2013
Previous contract extensions:	0 Days
Contract extension this Change Order:	71 Days
Requested Contract Completion Date:	March 30, 2013
Original Contract amount:	\$1,040,000.00
Previous Change Order Nos. 001 – 008:	\$46,053.00

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Current Contract amount	\$1,086,053.00
This Request, Change Order No. 009	\$0.00
Subtotal Construction Costs	\$1,086,053.00
Anticipated WSST @ 9.5%	\$103,175.04
Revised Contract amount:	\$1,189,228.04

OTHER DOCUMENTS ASSOCIATED WITH THIS REQUEST:

None.

PREVIOUS COMMISSION ACTIONS OR BRIEFINGS:

On March 25, 2011, the Port Commission authorized the Chief Executive Officer to proceed with design of the Baggage Claim Device 14 and Lower Inbound Conveyor Replacement at Seattle-Tacoma International Airport.

On January 24, 2012, the Port Commission authorized the Chief Executive Officer to bid and award a major construction contract for the Baggage Claim Device 14 and Lower Inbound Conveyor Replacement at Seattle-Tacoma International Airport in an amount of \$3,361,000 for a total project cost of \$3,900,000.00.