

7/5/2022

item 8



**City Council**

**Item #8: Loyalton Design Services**

RTC #22-849

July 5, 2022

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**Background**

- Loyalton Property - 10,270 rural acres of undeveloped land in Lassen and Sierra Counties near the California-Nevada border
- The buildings at Loyalton were under design to be demolished – the 2020 fire required a contract amendment to change the plans/add fencing
- Staff delayed the consideration of the design contract to accommodate the discussion on the sale of the property (discussion was delayed)
- September 2021 Council considered a contract amendment for Loyalton and Benicia – Only Benicia approved
- On June 7, 2022, Council approved a resolution for a Notice of Availability for Loyalton and directed staff to bring back the amendment for remediation/demolition/fencing design

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**POST MEETING MATERIAL**

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## Design

- Design Services
  - Aerial Survey and construction estimate for Loyalton - \$41,557
  - Remediation/demolition review and cost estimate - \$18,458
  - Bid and Specs - \$70,604
  - Contingency - \$42,962
  - Total - \$173,581
- Approximately \$63,029 is for Services required to develop cost estimate
- Approximately \$110,552 for optional services including Plans and Specs
- Staff would review cost estimates and communicate with Council prior to moving to plan/specs
- Does not include construction - Any future construction and/or demolition contract should require Council approval

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## Recommendation

1. Authorize the City Manager to negotiate and execute Amendment No. 3 to the Agreement for Design Services with Bellecci & Associates, Inc. for engineering design services for the Loyalton fence and site remediation project at Loyalton, California, to increase the maximum compensation from \$170,000 to \$343,581;
2. Authorize the City Manager to add or delete services consistent with the scope of the agreement, and allow future rate adjustments subject to request and justification by contractor, approval by the City, and the appropriation of funds; and
3. Approve the following FY 2022/23 budget amendment in the Electric Utility Operating Fund to increase the Electric Utility Department budget by \$173,581 and decrease the unrestricted ending fund balance by \$173,581 (**five affirmative Council votes required for the use of unused balances**).

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