Board Office Use: Legislative File Info.			
File ID Number	22-1351		
Introduction Date	5-19-2022		
Enactment Number			
Enactment Date			

significantly.



Memo

То	Facilities Committee					
From	Kyla Johnson-Trammell, Superintendent					
	Tadashi Nakadegawa, Deputy Chief, Facilities Planning and Management					
Board Meeting Date May 19, 2022						
Subject	Laurel Child Development Center Budget Ind 2022 - Division of Facilities Planning and Ma	•				
Action	Recommendation for Approval Laurel Child Development Center Budget Increase of \$2.5 million					
Background	Overview of four Bids were received, this indicates a competitive, market value bid, lowest Bid is from a contractor who has successfully completed multiple projects with Oakland Unified School District.					
	Bid Tabulation:					
	 Arntz Builders Thompson/Focon JV JUV, Inc CWS Construction Group, Inc. 	\$14,288,436 \$16,077,751 \$16,795,000 \$16,995,000				
	The low bid does exceed our Measure Y proj presentation shows the market factors contrib price increase from the last estimate complete was submitted to DSA. Given this extraordir costs we are not recommending rebidding as	buting to this extraordinary ed at the time that the project hary increase in construction				

Recommendation	Approval of the Laurel Child Development Center Budget Increase of \$2.5 million, May 19, 2022. This budget increase allows the award of the low bid and start of construction this summer.
Fiscal Impact	\$2.5 million to be allocated the Laurel CDC project out of the Measure Y Bond Program Contingency Fund
Attachment	Resolution No. 2122-0234 Exhibit A – Laurel Child Development Center Budget Increase - May 19, 2022

RESOLUTION OF THE BOARD OF EDUCATION

OF THE OAKLAND UNIFIED SCHOOL DISTRICT

Resolution No. 2122-0234

Laurel Child Development Center Budget Increase May 19, 2022

WHEREAS, overview: four Bids were received, this indicates a competitive, market value bid;

WHEREAS an extraordinary spike in construction costs over the past year has resulted in bids that exceed the Measure Y allocation for this project;

WHEREAS the Inflation Rates for construction have increased costs over 25% 2019 rates;

WHEREAS, Staff have analyzed the options for rebidding and scope reduction and recommend proceeding with the project by increasing the budget by \$2.5 million out of the Measure Y Bond Program Contingency.

NOW, THEREFORE, BE IT RESOLVED; the Board hereby adopts the Approval Laurel Child Development Center Budget Increase of \$2.5 million, May 19, 2022.

PASSED AND ADOPTED by the Board of Education of the Oakland Unified School District this 8th day of June 2022, by the following vote, to wit:

PREFERENTIAL AYE:

PREFERENTIAL NAY:

PREFERENTIAL ABSTAINED:

AYES:

NAYS:

ABSTAINED:

RECUSED:

ABSENT:

CERTIFICATION

We hereby certify that the foregoing is a full, true and correct copy of a Resolution passed at a Regular Meeting of the Board of Education of the Oakland Unified School District held on June 8, 2022.

Board Office Use: Legislative File Info.				
File ID Number	22-1351			
Introduction Date	5-19-2022			
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Enactment Date				

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OAKLAND UNIFIED SCHOOL DISTRICT

Gary Yee, President, Board of Education

Kyla Johnson-Trammell Superintendent and Secretary, Board of Education

Exhibit "A" - Exhibit A - Laurel Child Development Center Budget Increase - May 19, 2022

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FACILITIES DEPARTMENT Laurel Child Development Center Budget Increase Facilities Committee - May 19, 2022







Overview

- 1. Four Bids were received, this indicates a competitive, market value bid.
- 2. Lowest Bid is from a known contractor who has done business with the district.
- 3. Lowest Bid was approx. \$1.75M below next lowest bid.
- 4. Likely cause of low bid is efficiencies of working on multiple projects with in the district.

Bid Tabluation

- 1. Arntz Builders
- 2. Thompson/Focon JV
- 3. JUV, Inc
- 4. CWS Construction Group, Inc.

\$14,288,436 \$16,077,751 \$16,795,000 \$16,995,000

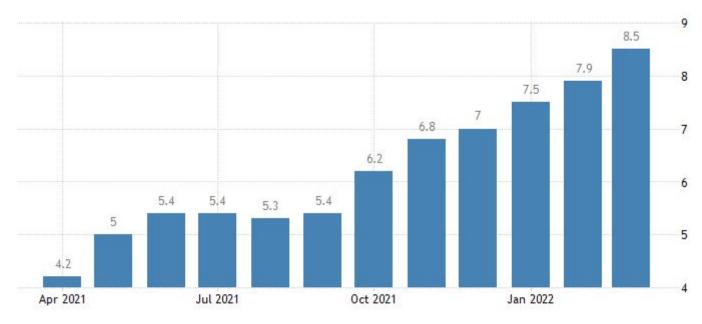


Original Measure Y Budget

- 1. Construction (Hard/Soft) \$ 12,661,500 72%
- 2. Contingency/Allowances Total
- \$ 2,338,500 28% \$15,000,000



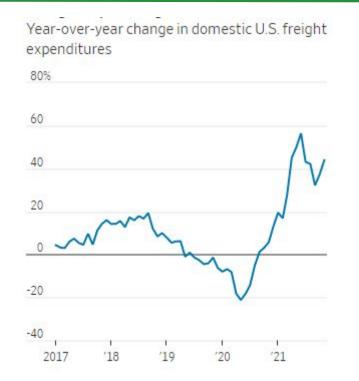
Current Inflation Rates



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Transportation Costs





Recent data from the U.S. Census Bureau shows construction costs went up by **17.5%** year-over-year from 2020 to 2021, the largest spike in this data from year to year since 1970. 2021's costs were also more than 23% higher than pre-pandemic 2029. Feb. 16, 2020



Month	2025	2024	2023	2022	<mark>2021</mark>
January				8151	7090
February				8293	7102
March				8736	7130
April				8903	7150
Мау			10)% in first	7712
June			th	ree months	7746
July					7892
August					8122
September					7900
October					8080
November					8141
December					8072
Annual % *					13.4%

California Construction Cost Index 2021-2025

*Annual Percentage is calculated from December to December.

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Recommendation

Increase budget by \$2.5m from Measure Y Bond Program Contingency to allow award of lowest bidder.





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