



Agenda Item

Orange City Council

Item #: 3.11.

8/25/2026

File #: 26-0456

TO: Honorable Mayor and Members of the City Council

THRU: Jarad Hildenbrand, City Manager

FROM: Christopher Cash, Public Works Director

1. SUBJECT

First Amendment to Contract with All Cities Engineering, Inc. and Notice of Completion and Acceptance for the Annual Pipeline Renewal Project

2. SUMMARY

The City of Orange has entered into a contract with All Cities Engineering, Inc. for the Annual Pipeline Renewal Project (Bid No. 25-26.04). The scope of work included the installation of new C900 PVC water main. Due to unforeseen field conditions and an expanded scope of work, an additional \$363,293 is needed for project costs. The project was completed in July 2026 to the satisfaction of the Public Works Department.

The approved project budget was \$1,309,083 including a 10% contingency. The final construction cost is \$1,672,376.

3. RECOMMENDED ACTION

1. Approve the First Amendment with All Cities Engineering, Inc. in the amount of \$363,293; and authorize the Mayor and the City Clerk to execute on behalf of the City.
2. Authorize the appropriation of \$363,294 from the Water Fund (600) unreserved fund balance to:

600-5803-85103-255085-20 Pipeline Renewal Project
3. Accept Annual Pipeline Renewal Project as complete.
4. Authorize City Clerk to file Notice of Completion with the Orange County Clerk-Recorder's Office.

4. FISCAL IMPACT

The expenditure for this amendment is \$363,294 and will be funded through Water (600):
600-5803-85103-255085-20 Pipeline Renewal Project

5. STRATEGIC PLAN GOALS

Goal 5: Improve Infrastructure, Mobility, and Technology

6. DISCUSSION AND BACKGROUND

The City Council previously awarded the Annual Pipeline Renewal Project to All Cities Engineering, Inc. on November 12, 2025 for \$1,309,083, representing an original amount of \$1,190,075, plus a 10% contingency of \$119,008. During construction, unforeseen field conditions required water main re-alignment and additional connections to the transmission main at Santiago Boulevard and Villa Vista Way. Additionally, to coordinate with upcoming Public Works paving projects and address a history of main breaks, the project scope was expanded to include the installation of a new 8-inch PVC water main along S. Hamlin Street, between E. Washington Avenue and E. Chapman Avenue.

All additional work was negotiated using original bid unit prices totaling \$457,300. The remaining contingency balance of \$94,007 will be utilized leaving a First Amendment amount of \$363,294, bringing the final contract total to \$1,672,376, which represents a 28% increase over the original contract amount.

The project was completed in July 2026 to the satisfaction of the Public Works Department.

7. ATTACHMENTS

- First Amendment to Contract with All Cities Engineering
- Notice of Completion and Acceptance