



City of Danville, Virginia

PO Box 3300
Danville, VA 24543

427 Patton Street, Rm 304
Danville, VA 24541

J. Gary Via, CPPO
Director of Purchasing
e-mail: viajg@danvilleva.gov

Phone: (434) 799-6528
Fax: (434) 799-5102
e-mail: purchasing@danvilleva.gov

November 30, 2022

Addendum No. 1

IFB 22-23-041

"Annual Water Construction & Facilities Replacement Services "

Please note the following changes:

November 30, 2022

The following amendments and additions shall be incorporated into the Contract Documents and the Bidder shall consider the changes in development of their Bid. Bidders shall acknowledge receipt of this Addendum in the appropriate location on the Bid Proposal.

(1) Amend Section (Technical Specifications)

The following specifications numbering shall be revised to accommodate an additional specification.

Item (Original Section Numbering)		Revised Section Numbering
1.17.2	CPI Escalation Allowance	1.18
1.18	Assignment of Work	1.19
1.19	Scheduling of Work	1.20
1.20	Supervision	1.21
1.20.1	Superintendent	1.21.1
1.20.2	Foreman	1.21.2
1.21	Contractor Crew Requirements	1.22
1.21.1	Increase / Reduction of Crews	1.22.1
1.22	Quality of Workmanship	1.23
1.23	Inspection	1.24
1.23.1	Final Inspection	1.24.1
1.24	Suspension of Work	1.25
1.25	Monthly Progress Meetings	1.26
1.26	Public Notification	1.27

(2) Add Section (Technical Specifications)

The following specification shall be added to provide a material cost fluctuation risk reduction mechanism for the Contractor and the City.

1.18.1 Material Price Escalation Recovery

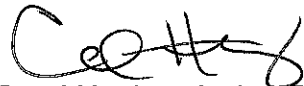
Recognizing that current conditions are resulting in construction materials that are frequently subject to unusual price volatility due to conditions beyond the control of Contractor, the City will provide an allowance to reduce the risk to the Contractor and the City.

Should the total price of materials specified for a Primary Project or a Work Order Project result in an total material increase for the Primary Project or Work Order Project of more than seven percent (7%) between the date of the Agreement, or the date of the annual renewal, and the time when the materials are to be purchased during the annual Contract Period, the Contractor shall be entitled to an adjustment of the Primary Project or Work Order Project Sum equal to the additional cost of the exceedance incurred by the Contractor to obtain the material. The Contractor shall provide notice to the City once they are aware of material price increases that exceed the provided threshold; and the City and the Contractor shall determine if the use of substitute or as-equal material may reduce the overall cost of the materials for the project.

Similarly, if the total price of materials decreases for a Primary Project or a Work Order Project by more than seven percent (7%) between the date of the Agreement, or the date of the annual renewal, and the time when the materials are to be purchased by the Contractor for a Primary Project or a Work Order Project, the Contractor shall provide a credit equal to the reduction in the purchase price greater than seven percent (7%).

All adjustments resulting from the escalation of material costs shall be made through a change order in accordance with 1.17 Work Changes of the *General Conditions* and shall be limited to the effected Primary Project or Work Order Project.

The Contractor shall be required to provide a listing of material prices, with guarantee periods from every vendor or manufacturer that was used by the Contractor to develop their Bid. This listing shall be provided to the City upon notification of Award and shall be included in the Agreement as an Exhibit to the Contract. This exhibit shall set the baseline from which the price escalation can be measured, and the effect on the Contract cost can be determined.



Carol Henley, Acting Director of Purchasing

Company Name: _____ Signature: _____

Address: _____ Signature: _____
(Printed)

_____ Title: _____

City State Zip Code

Date: _____ e-mail address: _____

Phone No: _____ Fax No: _____

END of Addendum No.1

All other Specification Remains the Same