

File ID: 2026-00901

5/12/2026

[Contract Amendment] Del Paso Sewer Improvements

File ID: 2026-00901

Location: District 2

Recommendation: Pass a **Motion:** 1) authorizing the City Manager or designee to execute Change Order No. 3 to City Agreement No. 2025-0769 with Soracco, Inc., for an amount not to exceed \$104,953, bringing the agreement's total not-to-exceed amount to \$3,673,876; and 2) resetting the City Manager or designee's authority to issue contract amendments for the Agreement.

Contact: Kyle Beltran, Project Manager, (916) 808-3828, kbeltran1@cityofsacramento.org; Sherill Huun, Engineering & Water Resources Division Manager, (916) 808-1455, shuun@cityofsacramento.org; Dalia Fadl, Director, (916) 808-3765, dfadl@cityofsacramento.org; Department of Utilities

Presenter: None

Attachments:

- 1-Description/Analysis
- 2-Change Order

Description/Analysis

Issue Detail: Staff recommends Council approve Change Order No. 3 with Soracco, Inc. for the City Agreement No. 2025-0769, to compensate the Contractor for performing additional work to resolve and support unforeseen utility conflicts during the construction of the sewer improvement plan along Edgewater Road. This work included, but was not limited to, potholing, saw cutting, excavation, shoring, support, traffic control, backfill, and surface restoration performed between January 7, 2026, and January 29, 2026. The total cost of this work is \$104,953, which was determined using the City Standard Specification 8-10, "Payment by Cost and Percentage" and includes all labor, equipment, materials, overhead, and markups for the work described above.

Policy Considerations: This Change Order exceeds the City Manager's approval authority and requires Council approval pursuant to City Code 3.04.020.

Economic Impacts: This phase of the project is expected to create 0.42 total jobs (0.24 direct jobs

and 0.18 jobs through indirect and induced activities) and \$64,801.51 in total economic output (\$40,844.89 of direct output and another \$23,956.62 of output through indirect and induced activities).

The indicated economic impacts are estimates calculated using a calculation tool developed by the Center for Strategic Economic Research (CSER). CSER utilized the IMPLAN input-output model (2009 coefficients) to quantify the economic impacts of a hypothetical \$1 million of spending in various construction categories within the City of Sacramento in an average one-year period. Actual impacts could differ significantly from the estimates and neither the City of Sacramento nor CSER shall be held responsible for consequences resulting from such differences.

Environmental Considerations: This project was reviewed and determined to be categorically exempt from the California Environmental Quality Act (CEQA) under Section 15302. This project includes removing and replacing existing separated sewer mains (utility systems) involving negligible expansion of capacity (CEQA Guidelines Section 15302 (c)).

Sustainability: The project is consistent with the 2040 General Plan goal PFS-3.3, “Development Impacts”, as it improves infrastructure reliability and addresses capacity needs within the existing separated sewer system to best support new development. The area within Sewer Basin G304 and G305 has been identified by the Planning Department as a primary redevelopment area and will benefit from this project’s sewer capacity improvements. In response to this designation, along with maintenance issues, a wastewater master plan for Basin G304/G305 was completed in June 2018 by Woodard & Curran.

Commission/Committee Action: Not applicable.

Rationale for Recommendation: Change Order No. 3 is needed to provide compensation for all the labor, equipment, markup, surcharges, and fees associated with the additional construction activities performed between January 7, 2026 and January 29, 2026, while the City of Sacramento and Soracco, Inc. attempted to resolve and support unplanned utility conditions that impacted the sewer improvements along Edgewater Road. The value of Change Order No. 3 exceeds the approval authority of the City Manager as the sum of all contract amendments for this agreement exceed 8% of the original contract value. (City Code 3.04.020.A.3)

Financial Considerations: The original not-to-exceed amount of the contract was \$3,308,182. The net change by previous change orders in the amount of \$260,741, increased the contract not-to-exceed amount to \$3,568,923. Proposed Change Order No. 3 in the amount of \$104,953 would increase the contract not-to-exceed amount to \$3,673,876. There are sufficient funds in the Del Paso Boulevard Infrastructure Needs project (X14160500; Fund 6006) to execute this Change Order.

There are no General Funds allocated or planned for this project.

Local Business Enterprise (LBE): Soracco, Inc. is not an LBE but has partnered with Pace Supply Corp., Anrak Corp., and APS Environmental for this project to exceed the minimum LBE participation requirement. Pace Supply Corp. will provide sewer pipe material. Anrak Corp. will provide asphalt grinding services. APS Environmental will provide closed-circuit television (CCTV) services.

Contract Routing Sheet

Payment / Performance Bond Only

General Routing Information

Department: Utilites Department
 Contract Coordinator: Sarah Williams Email: sewilliams@cityofsacramento.org
 Effective Date: _____ Expiration Date: _____
 Grant/Project Name: Del Paso Infrastructure Needs
 Other Party: Soracco, Inc.
 Original Not to Exceed Amount: \$3,308,182.00
 Assessor's Parcel Number(s): _____
 Project Number: X14160508 Bid/RFQ/RFP#: B25141311005

Supplements/Addendums/Change Orders

Adjusted Amount of this Change (+/-): \$104,952.77 New Not to Exceed Amount: \$3,673,875.16
 Change In Scope: No
 Original Contract Number: 2025-0769 Supplement Number: 03

Council Approval

Original Meeting Date: 7/22/2025 Council File ID: 2025-01301
 Supplement Meeting Date: 5/12/2026 Council File ID: 2026-00901


Processing Information

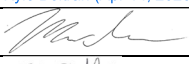
- Clerk's Office to Mail for Recording
- Return to Dept for Other Party Signature
- Real Estate
- Return to Dept for Recording
- Construction Related
- Additional Originals Attached – Return to Dept.


Add notes/instructions, including any other contract or council file ID numbers related to this agreement:


Signing Authority - Department Directors up to \$100K; \$100K -\$250K City Manager or Assistant City Manager; \$250K+ Council Approval & Council Appointee or designee.



Department Review and Routing


AB 339 Review Confirmation (if needed)  Kyle Bellra (Apr 14, 2026 08:03:35 PDT) **Apr 14, 2026**

Sign Construction Mgmt:  **Apr 15, 2026**

Sign Supervisor:  **Apr 17, 2026**

Sign Division Manager:  **Apr 17, 2026**

Sign Fiscal:  **O&M:** 

Sign Director of Utilities:  **Apr 24, 2026**

CITY OF SACRAMENTO

CHANGE ORDER

Contract # & Date: 2025-0769 7/22/25

Budget #: 472011-50000-6206-51000000-X14160508
472011-50000-6002-51000000-X14160508
472011-50000-6006-51000000-X14160508

Purchase Order #: 83004

Change Order No: 003

Sacramento, California

February 27, 2026

TO: Soracco, Inc., Contractor

CONTRACT FOR: Del Paso Blvd Infrastructure Needs


Upon mutual acceptance of this document by the City of Sacramento, hereinafter referred to as "CITY", and your firm, hereinafter referred to as "CONTRACTOR", in accordance with the terms and conditions of the original contract documents, you are hereby directed to make the following change or changes for the consideration set forth below:

Description: See Exhibits A and B, attached and incorporated herein.

The original contract sum was:	<u>\$ 3,308,182.00</u>
Net change by previous change orders:	<u>\$ 260,740.39</u>
The contract sum prior to this change order was:	<u>\$ 3,568,922.39</u>
The contract sum will be increased by this Change Order:	<u>\$ 104,952.77</u>
New contract sum including all Change Orders:	<u>\$ 3,673,875.16</u>

CONTRACTOR agrees that the amount of increase or decrease in the contract sum specified in this change order shall constitute full compensation for the work required by this change order, including but not limited to all compensation for the additional and/or revised work specified herein, and shall fully compensate CONTRACTOR for any and all direct and indirect costs that may be incurred by CONTRACTOR in connection with such additional and/or revised work, including any changes, disruptions or delays in work schedules or in the performance or other work by CONTRACTOR. The time for performance of the Contract will be increased by twelve (12) days by reason of the performance of the work required by this Change Order. Except as herein above expressly provided, CONTRACTOR further agrees that the performance of the work specified in this Change Order or the rescheduling of other project work made necessary by this Change Order, shall not constitute a delay which will extend the time limit for completion of the work as said term is used in the Contract between CITY and CONTRACTOR for the project.

Approval Recommended By:


Kyle Beltran (Apr 14, 2026 08:03:35 PDT)
Project Manager – Kyle Beltran


Apr 14, 2026
Date

Approved as to Form by:

Michael Voss
Michael Voss, Senior Deputy City Attorney

Apr 17, 2026

Approved By:


Contractor – Soracco, Inc.

Apr 14, 2026
Date

Approved By:

Ryan Moore, Assistant City Manager, Department of Utilities

Approved By:

Mindy Cuppy – City Clerk Date

**CITY OF SACRAMENTO
CHANGE ORDER
EXHIBIT A**

Contract # & Date: 2025-0769 7/22/25

Budget #: 472011-50000-6206-51000000-X14160508
472011-50000-6002-51000000-X14160508
472011-50000-6006-51000000-X14160508

Purchase Order #: 83004

Change Order No: 003

Change Order Items:

1. 21-inch Force Main Support

Ref: PCO 05-07

In accordance with City of Sacramento Standard Specification Section 4-4 “Changes in the Work” and Section 4-6 “Extra Work”, the Contractor was directed to perform additional labor, excavation, shoring, support, and backfill around an existing 21-inch force main during the installation of the proposed 15-inch sewer main along Edgewater Road, between Redwood Avenue and Altos Avenue, as shown on Sheet C-2.

Between January 7, 2026, and January 9, 2026, the Contractor encountered an existing 21-inch force main running close, and parallel, to the proposed 15-inch sewer trench wall. The force main had been previously backfilled with crushed rock, and due to its close proximity to the sewer trench, the trench wall failed and undermined the force main. As a result, the City directed the Contractor to perform additional labor, excavation, shoring, support, and backfill to ensure the 21-inch force main was properly supported during construction.

Compensation in the amount of \$16,202.98 was determined in accordance with section 8-10, “Payment Cost and Percentage” and includes all mark-ups, profits, surcharges, taxes, and overhead costs. Two (2) additional working days will be added to the time of performance of this Contract by reason of the work required by this Change Order.

(Database Code: Unforeseen Site Condition)

Total This Item: \$ 16,202.98

2. Delays due to Existing Utility Conflicts

Ref: PCO 05-07

In accordance with City of Sacramento Standard Specification Section 4-4 “Changes in the Work” and Section 4-6 “Extra Work”, the Contractor was directed to perform additional labor, potholing, excavation, shoring, support, and backfill around existing utilities during the installation of the proposed 15-inch sewer main along Edgewater Road, between Redwood Avenue and Altos Avenue, as shown on Sheet C-1 and C-2.

Between January 9, 2026, and January 16, 2026, while potholing and excavating for the proposed 15-inch sewer main and manhole, the Contractor encountered multiple unmarked underground utilities that conflicted with the proposed alignment. These utilities included, but were not limited to, a 12-inch abandoned gas main, 1-inch gas main, 2-inch gas main, 8-inch water main, concrete thrust blockers, and communication conduits.

Compensation in the amount of \$31,224.91 was determined in accordance with section 8-10, “Payment Cost and Percentage” and includes all mark-ups, profits, surcharges, taxes, and overhead costs. Five (5) additional working days will be added to the time of performance of this Contract by reason of the work by this Change Order.

(Database Code: Unforeseen Site Condition)

Total This Item: \$ 31,224.91

3. 8-inch Water Main and 21-inch Force Main Support

Ref: PCO 05-07

In accordance with City of Sacramento Standard Specification Section 4-4 “Changes in the Work” and Section 4-6 “Extra Work”, the Contractor was directed to perform additional labor, potholing, excavation, shoring, support, and backfill around an existing 8-inch water main and 21-inch force main during the installation of the proposed 15-inch sewer main along Edgewater Road, between Redwood Avenue Alley and Altos Avenue, as shown on Sheet C-1.

Between January 19, 2026, and January 29, 2026, the Contractor encountered an existing 8-inch water main and 21-inch force main running close, and parallel, to the proposed 15-inch sewer trench wall. The water main was located directly above the force main along the trench alignment. The force main had been previously backfilled with crushed rock, and due to its close proximity to the sewer trench, the trench wall failed and undermined the force main. Because the water main was positioned directly on top of the force main, it was also undermined as a result of this failure. As a result, the City directed the Contractor to perform additional construction activities to ensure the 8-inch water main and 21-inch force main were protected in place and properly supported within the trench alignment.

Compensation in the amount of \$57,524.88 was determined in accordance with section 8-10, “Payment Cost and Percentage” and includes all mark-ups, profits, surcharges, taxes, and overhead costs. Five (5) additional working days will be added to the time of performance of this Contract by reason of the work required by this Change Order.

(Database Code: Unforeseen Site Condition)

Total This Item: \$ 57,524.88

Total This Change Order: \$ 104,952.77