



# **SPECIAL CITY COUNCIL/SUCCESSOR AGENCY/PUBLIC FINANCE AUTHORITY MEETING AGENDA**

**February 20, 2025  
6:00 PM**

***The Mission of the City of Coalinga is to provide for the preservation of the community character by delivering quality, responsive City services, in an efficient and cost-effective manner, and to develop, encourage, and promote a diversified economic base in order to ensure the future financial stability of the City for its citizens.***

**Notice is hereby given that the City Council will hold a Special Meeting, on February 20, 2025 in the City Council Chambers, 155 West Durian Avenue, Coalinga, CA. Persons with disabilities who may need assistance should contact the City Clerk at least 24 hours prior to the meeting at 935-1533 x113. Anyone interested in translation services should contact the City Clerk at least 24 hours prior to the meeting at 935-1533 x113.**

**The Special Meeting will begin at 6:00 p.m. and the Agenda will be as follows:**

## **1. CALL TO ORDER**

1. Pledge of Allegiance
2. Changes to the Agenda
3. Council's Approval of Agenda

## **2. AWARDS, PRESENTATIONS, APPOINTMENTS AND PROCLAMATIONS (NONE)**

## **3. CITIZEN COMMENTS**

*This section of the agenda allows members of the public to address the City Council on any item within the jurisdiction of the Council. Members of the public, when recognized by the Mayor, should come forward to the lectern, identify themselves and use the microphone. Comments are normally limited to three (3) minutes. In accordance with State Open Meeting Laws, no action will be taken by the City Council this evening and all items will be referred to staff for follow up and a report.*

*Citizen Comments submitted in writing to the City Clerk by 5:00pm on the day of the City Council meeting shall be distributed to the City Council and included in the record,*

*however they will not be read.*

**4. PUBLIC HEARINGS (NONE)**

**5. CONSENT CALENDAR (NONE)**

**6. ORDINANCE PRESENTATION, DISCUSSION AND POTENTIAL ACTION ITEMS**

1. City Council Approval of a Project Change Order for the Derrick Reservoir Rehabilitation Project

**Sean Brewer, Interim City Manager**

**7. ANNOUNCEMENTS**

1. City Manager's Announcements
2. Councilmembers' Announcements/Reports
3. Mayor's Announcements

**8. FUTURE AGENDA ITEMS**

**9. CLOSED SESSION (NONE)**

**10. CLOSED SESSION REPORT**

**Closed Session:** A "Closed" or "Executive" Session of the City Council, Successor Agency, or Public Finance Authority may be held as required for items as follows: personnel matters; labor negotiations; security matters; providing instructions to real property negotiators; legal counsel regarding pending litigation; and protection of records exempt from public disclosure. Closed session will be held in the Administration Building at 155 W. Durian Avenue and any announcements or discussion will be held at the same location following Closed Session.

**11. ADJOURNMENT**

# **STAFF REPORT - CITY COUNCIL/SUCCESSOR AGENCY/PUBLIC FINANCE AUTHORITY**

**Subject:** City Council Approval of a Project Change Order for the Derrick Reservoir Rehabilitation Project  
**Meeting Date:** Thursday, February 20, 2025  
**From:** Sean Brewer, Interim City Manager  
**Prepared by:** Sean Brewer, Interim City Manager

---

## **I. RECOMMENDATION:**

The interim City Manager is requesting the City Council approve project change order #4 for the Derrick Rehabilitation Project.

## **II. BACKGROUND:**

City staff has been working closely with project engineers (MKN) to negotiate the scope of work and change order costs for replacing deteriorated tank shell plates. The issue was identified during blasting of the old tank interior coatings, which revealed significant deterioration in multiple shell plates on the 5th course (top course) - some areas were so compromised that daylight was visible through the steel. This damage was only detectable once crews accessed the dry tank and began coating removal.

Due to the extent of deterioration, confirmed by ultrasonic testing (UT), engineers recommended removing and replacing the entire top course to prevent the loss of 2 million gallons of storage capacity.

Additionally, inspections revealed that welds between the 5th and 4th courses were in poor condition, making it impossible to secure the new 5th course at the original joints. As a result, engineers recommended removing 1 foot from the top of the 4th course to create a structurally sound connection for the new 5th course.

## **III. DISCUSSION:**

Project change order #4 includes the following:

- Complete Lead Abatement for Weld Zone Cutting on Exterior. This is an added step and out spec due to the upper ring being replaced. This adds an additional task and additional work due to Upper Ring Replacement. Equipment for this task will only be used for this task. UFSC will have to perform steel preparation twice. One for Cutting and one for Coating.
- Inspection Blast top 1' of Fourth Course Interior Shell to Inspect Shell for Welding. This is an added step and out spec due to upper ring being replaced. This adds an additional task and additional work due to Upper Ring Replacement. Equipment for this task will only be used for this task. UFSC will have to perform steel preparation twice. One for Cutting and one for Coating.
- Paso Robles Tank Top Ring Demo and Install.

In order to keep this project moving, staff needed to add this item last minute as negotiations were ongoing

and the contractor will be caught up on all current work by Friday unless authorized to begin removing the 5th course in anticipation of the new 5th course arriving for installation by Paso Robles Tank in the near future.

This authorization allows the project to proceed without delay. However, staff and MKN are currently negotiating with the contractor regarding additional days (contractor asking for 90 days) needed for project completion due to this change order and the potential impact on water supply as we approach summer demand. The project was originally expected to be completed in April. Staff is analyzing various contingencies in case the project extends into the summer months and requires additional water supply. Once a revised schedule is determined through negotiations, staff will present the contingency and cost plan to the Council.

#### **IV. ALTERNATIVES:**

- None at this time as the City is not in a position to lose 2 million gallons of water supply.

#### **V. FISCAL IMPACT:**

Project Change Order #4 amounts to \$508,070.11. The funding for this change order will come from the Water Enterprise Fund balance, which has sufficient funds to cover the expense. This expenditure was anticipated and incorporated into the mid-year budget projections, though final details and costs were pending.

#### **ATTACHMENTS:**

File Name	Description
☐ PCO_#4_Coalinga_Recovery_Plan6.pdf	Project Change Order #4



SSPC QP-1, QP-2 and QP-3 Certified

California License # 1009928  
California DIR # 1000042614  
Nevada License # 0083382  
Arizona License # 318827  
Hawaii License #C-38039-0

Unified Field Services Corporation  
6906 Downing Avenue  
Bakersfield CA. 93308  
Class A, B, C-33 and C-10 Licensed Contractor

February 10, 2025

Mr. Jeremiah Harrington  
MKN Project Engineer  
702 Civic Center Drive, Suite 104  
Oceanside CA. 92064

**RE: City of Coalinga Derrick Reservoir PCO #4 and Recovery Plan.**

**Project Execution Plan Steps:**

- **PCO #4.0** - Complete Lead Abatement for Weld Zone Cutting on Exterior. This is an added step and out spec due to upper ring being replaced. This is adds and additional task and additional work due to Upper Ring Replacement. Equipment for this task will only be used for this task. UFSC will have to perform steel preparation twice. One for Cutting and one for Coating.
- **PCO #4.1** - Inspection Blast top 1' of Fourth Course Interior Shell to Inspect Shell for Welding. This is an added step and out spec due to upper ring being replaced. This is adds and additional task and additional work due to Upper Ring Replacement. Equipment for this task will only be used for this task. UFSC will have to perform steel preparation twice. One for Cutting and one for Coating.
- **PCO #4.4** - PCO #4.4 Paso Robles Tank Top Ring Demo and Install with No Acceleration.

***We are requesting an additional 90 Working Days be added to the contract if PCO #4 is approved this week.***


**Pricing:**

- |   |                     |
|---|---------------------|
| • PCO #4 Lead Abate Exterior Ring @ Cut Zone                                      | \$ 34,235.21        |
| • PCO #4.1 Abrasive Interior Ring @ Cut Zone                                      | \$ 32,335.45        |
| • <u>PCO #4.4 Paso Robles Tank Top Ring Demo and Install with No Acceleration</u> | <u>\$441,499.45</u> |
| <b>Total PCO #4</b>   | <b>\$508,070.11</b> |

***Thank you,***

Chad Johnson  
Coating Division Manager  
UNIFIED Field Services Corporation  
661.805.8516.



		<b>PCO# 4.0 Lead Abate Upper Ring for Cut(Ext.)</b>						UNIFIED FIELD SERVICES CORPORATION 6906 DOWNING AVENUE, BAKERSFIELD, CA 93308			
		Description:									
						Additional Time and Costs to Lead Abate Upper Ring for Cut(Ext.)					


Job Number		Customer		Project Name				UFSC Bid#			
PB-25886		City of Coalinga		Derrick Reservoir Rehabilitation				PUBLIC			


Item	Craft Class	ST	OT	DT	Fringe Per Hour	Payroll Taxes %	Workers Comp%	Billing Rate	Subsistence Rate	Subsistence Days	Qty of Hours	Total Cost
2	Foreman	\$ 100.90	See Below					\$100.90	\$ 143.75	5.00	40.00	\$ 4,754.75
3	Journeyman	\$ 97.75	See Below					\$ 97.75	\$ 143.75	5.00	40.00	\$ 4,628.75
3	Journeyman	\$ 97.75	See Below					\$ 97.75	\$ 143.75	5.00	40.00	\$ 4,628.75
3	Journeyman	\$ 97.75	See Below					\$ 97.75	\$ 143.75	5.00	40.00	\$ 4,628.75
3	Journeyman	\$ 97.75	See Below					\$ 97.75	\$ 143.75	5.00	40.00	\$ 4,628.75
										0.00	80.00	\$ -
										0.00	0.00	\$ -
										0.00	0.00	\$ -
										0.00	0.00	\$ -

Item	Equipment Description	Bill Cycle	Rate	Quantity	Cost	Labor	Markup	\$
	Truck	Hourly	\$37.19	40	\$ 1,487.60		0.00%	\$ 23,269.75
	Manlifts(4 each)	Hourly	\$40.52	120	\$ 4,862.40	Equipment	0.00%	\$ 10,626.50
	375 CFM Air Compressor	Daily	\$570.10	5	\$ 2,850.50	Materials	0.00%	\$ 10,626.50
	10,000# Reach Forklift	Weekly	\$1,426.00	1	\$ 1,426.00	Subcontractor	0.00%	\$ -
							5.00%	\$ -
							0.00%	\$ -
							0.00%	\$ -

Sub- Contractors				MISC.			Bonding	Added Bonding Cost 1%	
Item	Name	Description of work	Total	Description	Quantity	Price		\$	
			\$ -			\$ -			
			\$ -			\$ -			
			\$ -			\$ -			
Add 5 Working Days to Schedule. 40 Hours of extra work.							Change Order Total:	\$ 34,235.21	

Name	Chad Johnson	Date:	1/9/2025
------	--------------	-------	----------

		<b>PCO# 4.1 Abrasive Blast Upper Ring for Cut(Int.)</b>						UNIFIED FIELD SERVICES CORPORATION 6906 DOWNING AVENUE, BAKERSFIELD, CA 93308					
		Description:											
						Additional Time and Costs to Abrasive Blast Upper Ring for Cut(Int.)							
Job Number		Customer		Project Name				UFSC Bid#					
PB-25886		City of Coalinga		Derrick Reservoir Rehabilitation				PUBLIC					
Item	Craft Class	ST	OT	DT	Fringe Per Hour	Payroll Taxes %	Workers Comp%	Billing Rate	Subsistence Rate	Subsistence Days	Qty of Hours	Total Cost	
2	Foreman	\$ 100.90			See Below			\$100.90	\$ 143.75	5.00	40.00	\$ 4,754.75	
3	Journeyman	\$ 97.75			See Below			\$ 97.75	\$ 143.75	5.00	40.00	\$ 4,628.75	
3	Journeyman	\$ 97.75			See Below			\$ 97.75	\$ 143.75	5.00	40.00	\$ 4,628.75	
3	Journeyman	\$ 97.75			See Below			\$ 97.75	\$ 143.75	5.00	40.00	\$ 4,628.75	
										5.00	40.00	\$ -	
										0.00	0.00	\$ -	
										0.00	0.00	\$ -	
										0.00	0.00	\$ -	
										0.00	0.00	\$ -	
Item	Equipment Description				Bill Cycle	Rate	Quantity	Cost			Labor	Markup	\$ 18,641.00
	Truck				Hourly	\$37.19	40	\$ 1,487.60				0.00%	\$ 18,641.00
	Manlift(3 each)				Hourly	\$40.52	120	\$ 4,862.40			Equipment	Markup	\$ 13,374.27
	1600 CFM Air Compressor				Daily	\$1,781.27	1	\$ 1,781.27			Materials	0.00%	\$ 13,374.27
	10,000# Reach Forklift				Weekly	\$1,426.00	1	\$ 1,426.00			Subcontractor	Markup	\$ -
	Abrasive 15 Pounds per Square Foot @ 1130.98 SQ. FT.				LS	\$3,817.00	1	\$ 3,817.00				5.00%	\$ -
	8.48 Tons X \$300.00 per Ton and \$150.00 per Ton Disposal											Markup	\$ -
												0.00%	\$ -
Sub- Contractors							MISC.					Bonding	Added Bonding Cost 1%
Item	Name	Description of work			Total	Description	Quantity	Price				\$ 320.15	
					\$ -			\$ -			Overhead	Markup	
					\$ -			\$ -				0.00%	\$ -
					\$ -			\$ -					
Add 5 Working Days to Schedule. 40 Hours of extra work.												Change Order Total:	\$ 32,335.42
Name	Chad Johnson				Date:	2/7/2025							

		<b>PCO# 4.4 PRT Mechanical Costs</b>						<b>UNIFIED FIELD SERVICES CORPORATION</b> 6906 DOWNING AVENUE, BAKERSFIELD, CA 93308				
		Description:										
		Additional Time and Costs for PRT										
Job Number		Customer		Project Name				UFSC Bid#				
PB-25886		City of Coalinga		Derrick Reservoir Rehabilitation				PUBLIC				
Item	Craft Class	ST	OT	DT	Fringe Per Hour	Payroll Taxes %	Workers Comp%	Billing Rate	Subsistence Rate	Subsistence Days	Qty of Hours	Total Cost
2	Foreman	\$ 100.90						\$100.90	\$ 143.75	20.00	160.00	\$ 19,019.00
								\$ -	\$ -	0.00	0.00	\$ -
								\$ -	\$ -	0.00	0.00	\$ -
								\$ -	\$ -	0.00	0.00	\$ -
								\$ -	\$ -	0.00	0.00	\$ -
										0.00	0.00	\$ -
										0.00	0.00	\$ -
										0.00	0.00	\$ -
Item	Equipment Description				Bill Cycle	Rate	Quantity	Cost	Labor	Markup	\$ 19,019.00	
								\$ -		0.00%	\$ 19,019.00	
								\$ -	Equipment	Markup	\$ -	
								\$ -	Materials	0.00%	\$ -	
								\$ -	Subcontractor	Markup	\$ 398,199.21	
								\$ -		5.00%	\$ 418,109.17	
								\$ -		Markup	\$ -	
										10.00%	\$ -	
Sub- Contractors							MISC.			Bonding	Added Bonding Cost 1%	
Item	Name	Description of work			Total	Description	Quantity	Price	\$ 4,371.28			
1	Paso Robles Tank	Replace Top 10' of Upper Ring			\$ 398,199.21			\$ -	Overhead	Markup		
					\$ -			\$ -		0.00%	\$ -	
					\$ -			\$ -	Change Order Total:		\$ 441,499.45	
Add 20 Working Days to Schedule.												
Name	Chad Johnson				Date:	2/10/2025						

## RESET FORM

Date \_\_\_\_\_

# UNIFIED FIELD SERVICES CORPORATION

## CITY OF COALINGA - DERRICK RESERVOIR

### WAGES RATES

<b>CRAFT - WAGE DETAILS - INDUSTRIAL PAINTER - SUPERINTDENT - 2024 - 2025</b>	<b>Straight</b>	<b>Overtime</b>	<b>Doubletime</b>
INDUSTRIAL PAINTER - SUPERINTDENT WAGE	\$ 48.77	\$ 73.16	\$ 97.54
EMPLOYEE BENEFITS			
PENSION	\$ 6.04	\$ 6.04	\$ 6.04
HEALTH AND WELFARE	\$ 9.20	\$ 9.20	\$ 9.20
VACATION HOLIDAY	\$ 3.35	\$ 3.35	\$ 3.35
NATIONAL PENSION	\$ -	\$ -	\$ -
EMPLOYER CONTRIBUTIONS			
DC16 LMCC	\$ 1.01	\$ 1.01	\$ 1.01
DC16 Apprenticeship Fund	\$ 0.85	\$ 0.85	\$ 0.85
FUTA	\$ 3.26	\$ 4.59	\$ 6.12
SUTA	\$ 3.59	\$ 5.05	\$ 6.73
FICA	\$ 4.16	\$ 5.85	\$ 7.81
UI	\$ 2.94	\$ 4.13	\$ 5.51
SDI	\$ 0.49	\$ 0.69	\$ 0.92
WORKERMANS COMPENSATION	\$ 6.68	\$ 6.68	\$ 6.68
OVERHEAD	\$ -		
PROFIT	\$ -		
GENERAL LIABILITY, UMBRELLA, POLLUTION	\$ 0.67	\$ 0.67	\$ 0.67
TOTAL RATE WITH OUT OVERHEAD OR PROFIT - INDUSTRIAL PAINTER - SUPERINTDENT	\$ 91.01	\$ 121.27	\$ 152.43
ARTICLE 10.06.1 15% OVERHEAD & PROFIT ON NET COST OF OWN WORK	\$ 13.65	\$ 18.19	\$ 22.86
<b>TOTAL BILLABLE RATE PER HOUR - INDUSTRIAL PAINTER - SUPERINTDENT</b>	<b>\$ 104.66</b>	<b>\$ 139.45</b>	<b>\$ 175.29</b>

# UNIFIED FIELD SERVICES CORPORATION

## CITY OF COALINGA - DERRICK RESERVOIR

### WAGES RATES

<b>CRAFT - WAGE DETAILS - INDUSTRIAL PAINTER - FOREMAN - 2024 - 2025</b>	<b>Straight</b>	<b>Overtime</b>	<b>Doubletime</b>
INDUSTRIAL PAINTER - FOREMAN WAGE	\$ 47.02	70.53	94.04
EMPLOYEE BENEFITS			
PENSION	\$ 6.04	\$ 6.04	\$ 6.04
HEALTH AND WELFARE	\$ 9.20	\$ 9.20	\$ 9.20
VACATION HOLIDAY	\$ 3.35	\$ 3.35	\$ 3.35
NATIONAL PENSION	\$ -	\$ -	\$ -
EMPLOYER CONTRIBUTIONS			
DC16 LMCC	\$ 1.01	\$ 1.01	\$ 1.01
DC16 Apprenticeship Fund	\$ 0.85	\$ 0.85	\$ 0.85
FUTA	\$ 3.02	\$ 4.23	\$ 5.64
SUTA	\$ 3.32	\$ 4.65	\$ 6.21
FICA	\$ 3.85	\$ 5.40	\$ 7.19
UI	\$ 2.72	\$ 3.91	\$ 5.08
SDI	\$ 0.45	\$ 0.63	\$ 0.85
WORKERMANS COMPENSATION	\$ 6.26	\$ 6.26	\$ 6.26
OVERHEAD	\$ -	\$ -	\$ -
PROFIT	\$ -	\$ -	\$ -
GENERAL LIABILITY, UMBRELLA, POLLUTION	\$ 0.65	\$ 0.65	\$ 0.65
TOTAL RATE WITH OUT OVERHEAD OR PROFIT- INDUSTRIAL PAINTER - FOREMAN	\$ 87.74	\$ 116.71	\$ 146.37
ARTICLE 10.06.1 15% OVERHEAD & PROFIT ON NET COST OF OWN WORK	\$ 13.16	\$ 17.51	\$ 21.96
<b>TOTAL BILLABLE RATE PER HOUR - INDUSTRIAL PAINTER - FOREMAN</b>	<b>\$ 100.90</b>	<b>\$ 134.22</b>	<b>\$ 168.33</b>

# UNIFIED FIELD SERVICES CORPORATION

## CITY OF COALINGA - DERRICK RESERVOIR

### WAGES RATES

<b>CRAFT - WAGE DETAILS - INDUSTRIAL PAINTER - JOURNEYMAN - 2024 - 2025</b>	<b>Straight</b>	<b>Overtime</b>	<b>Doubletime</b>
INDUSTRIAL PAINTER - JOURNEYMAN WAGE	\$ 45.02	67.53	90.04
EMPLOYEE BENEFITS			
PENSION	\$ 6.04	\$ 6.04	\$ 6.04
HEALTH AND WELFARE	\$ 9.20	\$ 9.20	\$ 9.20
VACATION HOLIDAY	\$ 3.35	\$ 3.35	\$ 3.35
NATIONAL PENSION	\$ -	\$ -	\$ -
EMPLOYER CONTRIBUTIONS			
DC16 LMCC	\$ 1.01	\$ 1.01	\$ 1.01
DC16 Apprenticeship Fund	\$ 0.85	\$ 0.85	\$ 0.85
FUTA	\$ 2.90	\$ 4.05	\$ 5.40
SUTA	\$ 3.19	\$ 4.46	\$ 5.94
FICA	\$ 3.70	\$ 5.17	\$ 6.89
UI	\$ 2.61	\$ 3.65	\$ 4.86
SDI	\$ 0.44	\$ 0.61	\$ 0.81
WORKERMANS COMPENSATION	\$ 6.05	\$ 6.05	\$ 6.05
OVERHEAD	\$ -	\$ -	\$ -
PROFIT	\$ -	\$ -	\$ -
GENERAL LIABILITY, UMBRELLA, POLLUTION	\$ 0.64	\$ 0.64	\$ 0.64
TOTAL RATE WITH OUT OVERHEAD OR PROFIT- INDUSTRIAL PAINTER - JOURNEYMAN	\$ 85.00	\$ 112.61	\$ 141.08
ARTICLE 10.06.1 15% OVERHEAD & PROFIT ON NET COST OF OWN WORK	\$ 12.75	\$ 16.89	\$ 21.16
<b>TOTAL BILLABLE RATE PER HOUR - INDUSTRIAL PAINTER - JOURNEYMAN</b>	<b>\$ 97.75</b>	<b>\$ 129.50</b>	<b>\$ 162.24</b>

# UNIFIED FIELD SERVICES CORPORATION

## CITY OF COALINGA - DERRICK RESERVOIR

### WAGES RATES

CRAFT - SUBSISTENCE	Straight	Overtime	Doubletime
SUBSISTENCE PER DAY PER EMPLOYEE	\$ 125.00	\$ 125.00	\$ 125.00
ARTICLE 10.06.1 15% OVERHEAD & PROFIT ON NET COST OF OWN WORK	\$ 18.75	\$ 18.75	\$ 18.75
<b>TOTAL BILLABLE RATE PER DAY - SUBSISTENCE PER DAY PER EMPLOYEE</b>	<b>\$ 143.75</b>	<b>\$ 143.75</b>	<b>\$ 143.75</b>

---

SEE ATTACHED SUPPORTING D36 INDUSTRIAL PAINTERS 07-01-2024 thru 06-30-2025 WAGE AGREEMENTS

EQUIPMENT - PER CAL-TRANS EQUIPMENT RENTAL RATES	2024
TRUCK - CAL-TRANS NUMBER 00-06 PER HOUR	\$ 37.19
SCISSOR LIFT - CAL TRANS NUMBER 31-50 PER HOUR PLUS FUEL & MOBILIZATION IN & OUT	\$ 40.52
<b>**3RD PARTY COST FOR FUEL, MOBILZATION &amp; REPAIRS ON SCISSOR LIFT BILLED AT 5% MARKUP **</b>	