

August 31, 2016

Jeff Rising
ProWest Constructors

RE: Horace Mann Classroom Building-Columbia Steel

Mr. Rising,

The District incurred additional inspection costs during the course of the steel fabrication and installation due to Columbia Steel's delayed start of fabrication. Columbia ran multiple shifts and sub-contracted portions of the work to other shops in order to meet your installation schedule. During the Pre-Construction meeting with Columbia Steel, Theisen and Leighton, we discussed the inspection protocol for the fabrication of the steel members required for this project. The in-shop inspection, based on Columbia's production schedule, was scheduled for an 8 hour day, 5 day week standard, which was agreed to by all parties. It soon became apparent that that schedule would not be adequate once multiple shifts and multiple locations were added in order to meet your accelerated schedule. In the end a total of five shops were used with several running 2 or 3 shifts causing the District to over run their inspection budget in order to accommodate your schedule delays.

I am therefore informing you that the District will take a credit of \$165,245 for inspection overtime expended on this portion of the job. A change order for the credit is being prepared and will be presented to you shortly. A summary of those costs will be made available upon request.

If you wish to file a claim, you must comply with Article 54 of the General Conditions concerning dispute resolution. If you have any questions regarding this matter, please call me at 310-903-6517 or you can email me at mayor@totumconsulting.com.

Regards,



Peter Mayor.
Sr. Construction Manager
c.310.903-6517
mayor@totumconsulting.com

CC: David Saacks, Richard Panos, David Doan

