



DG 17-048
Planning and Budgeting

PB-12

Training Center project (PB-2)

Reference Attachment PB-2.3 – Please explain what makes up the difference between the \$1.028M original budget and the \$2.042M original North Branch contract price.

Response: The original estimate of \$1.028 million was contained in the January 24, 2014 original Business Case (Attachment PB-2.1). That estimate was more of an investment-grade amount determined without the benefit of pricing from a contractor and did not include any site work. In addition, as described on the first few lines of the project cost summary provided in Attachment PB-2.3 and the Supplement to Attachment PB-2.3, the design of the building changed to incorporate a second floor along with stairways and an elevator. Many other factors for the increase in costs are described in the August 2014 Over Expenditure Application that was prepared prior to executing the contract with North Branch Construction on October 24, 2014 in the amount of \$2,041,792.