

CITY OF LOS ANGELES

MEMO TO FILE

Date: August 14, 2007

File: HTP-2221-6-10-1

From: Richard Mayer  
Project Manager

Subject: Liquidated Damages Calculation

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This memo documents the fixed liquidated damages the City would need to recover for each calendar day the Contractor fails or refuses to complete the Contract work within the prescribed Contract period for project 2221-HTP Primary Battery C Modifications. The project has an estimated construction value of \$32 million.

The following table lists the labor costs per work day that the City would incur as a result of the Contractor exceeding the allotted contract time.

No.	Description/Personnel	Unit	PER	Rate	Total
1	Construction Manager	Hour	8	\$100.00	\$800.00
2	Supervisor/Engineer	Hour	8	\$100.00	\$800.00
3	Misc. CM Support Services	Hour	8	\$100.00	\$800.00
4	Plant Liaison	Hour	8	\$100.00	\$800.00
5	Con Ad Inspector	Hour	8	\$100.00	\$800.00
				Total	<b>\$4,000.00 / work day</b>

It is estimated that the City would incur labor costs averaging \$4,000 per work day, or approximately \$3,000 for each calendar day the Contractor is late in completing the work. Since this project is a calendar day project, it is recommended that LD's in the amount of \$3,000 per calendar day be included in the construction contract.