

# Office Of Inspector General Construction Change Order Spot Check Report

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# Construction Spot Check Program

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## OIG Program Description

The OIG Spot Check program focuses on approved change orders that exceed \$1 million. The program includes:

- Review sampling of Change Orders from PMIS
- Review of Program Management's Project Status Report
- Interview Project Managers, Program Controllers, and Procurement Officers
- Review project budget, specifications, any related documentation

## OIG Spot Checks focus on:

- Scope of Work
- Budget
- Schedule Comparison
- Making Recommendations

## Summary of Spot Checks

Four OIG spot checks of change orders show:

- Negotiated amounts appear reasonable
- Change orders have a reduced processing time
- Staff time is saved

# Construction Spot Check Costs

## Summary of Selected Change Order Costs

Four OIG spot checks of change orders / modifications reported

### **1 change order for Crenshaw/LAX project**

❖ Cable Transmission System Update - Construction = \$1,180,296

### **1 change order for Regional Connector project**

❖ Fan system – Construction = \$1,200,000

### **2 change orders for Purple Line Section 2 project**

❖ Santa Monica Blvd. Bus Layover Design and Construction Changes = \$1,345,904

❖ Continuation of Construction Management Support Services = \$24,020,080

# Construction Spot Check Schedule Comparison

Schedule Comparison: new delegated process vs. former Board approval process

PROJECT	Title of Change Order	Time Saved Executed date to Board Mtg. (workdays)	NEW Delegated Process final SOW to Executed date (workdays)	Former Board Approval Process (workdays)
CRENSHAW/LAX	Cable Transmission System Update - Construction	30	17	47
REGIONAL CONNECTOR	Fan system - Construction	-	-	-
WESTSIDE PURPLE LINE SECT 2	Santa Monica Blvd. Bus Layover Design & Construction Changes	58	12	70
WESTSIDE PURPLE LINE SECT 2	Continuation of Construction Management Support Services	40	20	60