



**OHL USA**

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**7 - LABOR WAGE INCREASES - \$67,891.91**

Change Order Request #65 was submitted to the City in order to recover the cost for annual union labor wage increases after the original completion date. The Contractor only assumed labor wage increases within the original contract duration. However, only a small percentage of the contract work was performed within the original contract duration.

Please see the attached change order request providing additional information and backup for this cost impact.

### LABOR RATE INCREASE CALCULATION

TRADE	RATE FOR 2016 INCREASE		RATE FOR 2017 INCREASE		APPLIED RATE FOR 2017 INCREASE (Add 2016+2017)	
Laborers	\$	1.60	\$	1.65	\$	3.25
Carpenters	\$	2.05	\$	2.00	\$	4.05
Operators	\$	2.80	\$	2.30	\$	5.10
Cement Masons	\$	1.60	\$	1.60	\$	3.20
Ave Increases	\$	<b>2.01</b>			\$	<b>3.90</b>
TOTAL MAN HOURS 2016						
(Contract Work)		8,779.25	HRS	@\$2.01 per Hour=	\$	17,668.24
ESTIMATED TOTAL MAN HOURS						
2017 (Contract Work)		9,495.56	HRS	@\$3.90 per Hour=	\$	37,032.68
CREDIT MAN HOURS PAID ON						
COR# 18.3-18.8		(1,230.50)	HRS	@\$2.01 per Hour=	\$	(2,476.38)
<b>2016 &amp; 2017 WAGE INCREASES</b>					<b>\$</b>	<b>52,224.54</b>
<b>30% MU</b>					<b>\$</b>	<b>15,667.36</b>
<b>TOTAL LABOR INCREASE</b>					<b>\$</b>	<b>67,891.91</b>