

CITY MANAGER'S OFFICE

Fernand Thony, G.O. Bond Director

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MEMORANDUM

March 27, 2023

TO:

Mark Berman, City Attorney

CC:

Jill R. Mesojedec, FRP, Florida Registered Paralegal

Antonio Pucci, Contract Manager

THRU:

Horacio Danovich, President, Stegia LLC

FROM:

Fernand Thony, GO Bond Director

Please prepare a Resolution to award a Change Order No. 3 with West Construction, Inc. (West). The Resolution is necessary to funds additional expenses incurred by West due to unforeseen conditions related to their Design-Build contract for the Fire Station 61 project, and to award the firm the additional sum of \$115,354.35.

On May 14, 2019, via Ordinance 2019-62, the City executed a Design-Build contract with the firm. The City Commission authorized staff to proceed to award the sum of \$5,746,702.82. Subsequently, a Change Order No. 1 in the sum of \$74,450.00 was awarded to compensate the firm for costs associated with disposal of deleterious material found onsite that was unknown and undetected during the initial surveying work that increased the original contract amount to \$5,821,152.82. Afterwards, via Resolution 2022-53 the City authorized appropriation of an additional \$228,042.93 to offset cost of materials increases. Combined, the total amount awarded rose to \$6,049,195.75. The requested Change Order (\$115,354.35) will bring the new grand total contract amount to \$6,164,550.10.

Note the firm gave the City credit for a Direct Purchase Order (DPO) in the sum of \$188,312.20, effectively reducing the total award to \$5,976,237.90. The DPO was used to acquire an alerting system by another vendor.

The firm has substantially completed construction services of Fire Station 61, but has incurred these additional costs as depicted on Exhibits "A-H" Staff reviewed these expenses and the backup provided to justify the request. All documents provided are in line and the request is considered justified. Staff has no objections to this request and recommends approval. Staff wishes to bring this Resolution for approval by the City Commission at the earliest meeting possible.