

CITY MANAGER'S OFFICE

Fernand Thony, G.O. Bond Director

E: Fernand.Thony@copbfl.com IP: 954.786.7923 IF: 954.786.7836

MEMORANDUM

September 14, 2022

TO: Mark Berman, City Attorney

CC: Jill R. Mesojedec, FRP, Florida Registered Paralegal
Suzette Sibble, Assistant City Manager
James Saunders, Assistant City Attorney
Antonio Pucci, Contract Man

FROM: Fernand Thony, GO Bond Director/Horacio Danovich, Stegia LLC

Please prepare a Resolution to ratify Change Order #2 to Verdex Construction LLC. (Verdex). The Resolution is necessary to award the sum of \$298,213.23 to provide **additional** Construction Management at Risk Services for the completion of the GO Bond Dixie Senior Activity Center project (see Location Map) and authorize a time extension until November 30, 2022.

On September 24, 2019, via Ordinance 2019-103, the City Commission approved a Guaranteed Maximum Price (GMP) contract in the sum of \$4,957,382.00.

In addition, on January 18, 2022, the City Commission approved Resolution 2022-56 pertaining to Change Order No. I, and awarded Verdex the sum of \$541,764.73 to continue to provide Construction Manager at Risk services for the GO Bond Senior Activity Center. The Change Order authorized a time extension to complete the project by May 18, 2022.

This Change Order No. 2 will effectively increase the contract amount to \$5,797,359.96. The requested funds are intended to offset material cost increases attributed to fluctuating market conditions and materials scarcity as well as unforeseen site conditions. Staff reviewed the cost increases, additional work and backup provided to justify the request. Staff is also requesting a time extension until November 30, 2022. The project received a Temporary Certificate of Occupancy (TCO) on July 7, 2022 and is now being completed pending a handful of inspections. The additional time may be necessary to receive the building furnishings and address punch list items.

This Resolution is intended to be added at the earliest City Commission meeting available to ratify the original approval.