

MEMORANDUM

January 30, 2020

TO: Mark Berman, City Attorney
CC: Jill R. Mesojedec, FRP, Florida Registered Paralegal
FROM: Horacio Danovich, CIP and Innovation District Director



Please prepare a Resolution to approve a Change Order no. 6 in the sum of \$343,291.14 to West Construction, Inc. ("West") (see Exhibits "A" and "B") pertaining to Fire Station No. 24 (see Location Map). This Change Order is necessary to compensate West for expenses incurred on construction materials and services above and beyond their initial contractual obligations.

West was retained by the City in October 2016. The firm was awarded a contract in the sum of \$5,191,010.03 (see Exhibits "C-I"). The contract was based on pricing for materials and services at the time, but could not anticipate tariffs to be levied on materials resulting in up to 26.4% to 33.4% increases. Staff has reviewed West's supporting backup and negotiated a 5% decrease resulting in an agreed compensation of \$254,651.15.

In addition, West was asked to supply and install a BDA equipment that carried an allowance of up to \$25,000.00. The allowance was estimated based on market pricing at the time of West's proposal to the City with the understanding that said allowance could fluctuate due to on-going County negotiations with the approved provider. The actual cost of the equipment increased to \$54,060.00 plus overhead and profit and bonding, collectively \$59,087.38. Once the original \$25,000.00 is deducted, West is entitled to an additional \$34,087.38 in additional compensation. Similarly, the fire alerting system base price increased from \$25,000.00 (initial allowance) to \$107,161.07 (net increase \$82,161.07). Other work West was asked to perform included running additional conduits to service the Airpark and FAA (\$4,360.59); extra water proofing for windows (\$3,580.20); additional FPL power from the new building transformer to the new FAA transformer (\$6,727.50); conduit for new communications line (\$9,265.23); changes to the security camera system (\$9,658.35); a Fire Radio Communicator for Remote Central Station Monitoring (\$4,672.85); modifications to the corridors lighting system (\$2,130.57); air trailer power change (\$2,204.00); drop cord relocation (\$724.00); and, Zetron relocation (\$1,260.00). Combining the add-ons, the total is \$160,831.74. The City is entitled to a deduct for the following items: tax savings (\$47,085.80), gas to supply West's generator for 8 months (\$12,165.95) and contingency money used to offset costs (\$12,940.00), totaling \$72,191.75 (See Exhibit "K"). Therefore, West is entitled to 88,639.99.



CITY MANAGER'S OFFICE

Horacio Danovich, CIP and Innovation District Director

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Combining both quantities the firm is entitled to a grand total of \$343,291.14, which Staff supports and confirms to be accurate. Note West agreed to provide the aforementioned services with the understanding that Staff would work on the additional compensation while the station was being finalized and ready to be put in operation. This Change Order will be payable in one installment.

Staff would like to have an agenda item ready for the February 25, 2020 City Commission meeting.