



MEMORANDUM

City of Venice

Finance Department

TO: Ed Lavallee, City Manager

FROM: Peter Boers, Procurement Manager

THROUGH: Linda Senne, Finance Director

DATE: May 24, 2019

COUNCIL APPROVAL: Yes

MEETING DATE: June 11, 2019

STRATEGIC PLAN GOAL: Upgrade and Maintain City Infrastructure and Facilities

SUBJECT: Approval of Guaranteed Maximum Price Amendment #2 with Ajax/Tandem Construction, a Joint Venture, for the Public Safety Facility Project

Background: The City selected Ajax/Tandem Construction, a Joint Venture to provide Construction Management Services for the Public Safety Facility. On June 26, 2018, City Council approved a Pre-Construction Services Agreement in the amount of \$72,211 for pre-construction phase services, which included development of a Guaranteed Maximum Price (GMP) for construction of the Project.

On March 12, 2019 Council approved an "early release" GMP (GMP Amendment #1) in the amount of \$2,277,558 for costs related to Sitework and associated General Conditions; and Shop Drawing Submittal allowances to begin that process for long lead structural items.

All remaining Scopes of Work are incorporated into the contract through a second GMP Amendment (GMP Amendment #2) in the amount of \$9,735,934 fulfilling the total Guaranteed Maximum Price for construction phase services of \$12,013,492. This total includes scopes of work approved with the GMP 1 Amendment and remaining scopes of work identified in the GMP 2 Amendment.

Requested Action: Approval of Guaranteed Maximum Price Amendment #2 to the Contract with Ajax/Tandem Construction, a Joint Venture, in the amount of \$9,735,934.

City Attorney Review/Approved: Yes

Risk Management Review: Yes

Finance Department Review/Approved: Yes

Funds Availability (account number): Funding is available from Bond Proceeds for the Public Safety Facility in the Building and Renovations Capital Projects fund #303.

ORIGINAL(S) ATTACHED: GMP Amendment #2

Cc: Tom Mattmuller