



MEMORANDUM

City of Venice

Finance Department

TO: Ed Lavallee, City Manager

THROUGH: Linda Senne, Finance Director

FROM: Peter Boers, Procurement Manager

DATE: March 6, 2019

COUNCIL APPROVAL: Yes

MEETING DATE: March 12, 2019

STRATEGIC PLAN GOAL: Upgrade and Maintain City Infrastructure and Facilities

SUBJECT: Approval of Guaranteed Maximum Price Amendment #1 with Ajax/Tandem Construction, a Joint Venture, for the Public Safety Facility Project

Background: Request for Qualifications (RFQ) 3079-18 for Construction Management at Risk Services for the City of Venice Public Safety Facility was distributed on January 27, 2018. Eight (8) proposals were received on March 2, 2018. The Evaluation Committee recommended Ajax/Tandem Construction as the top ranked Proposer. On June 26, 2018, City Council approved a Pre-Construction Services Agreement in the amount of \$72,211, which included development of a Guaranteed Maximum Price (GMP) for the Project.

Staff has negotiated an "early release" GMP 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. These Scopes of Work must be released to achieve Project Completion and Budget reconciliation by the Bond expiration date. The remaining Scopes of Work will be incorporated into the contract through a second GMP Amendment based on bids for those Scopes of Work from final Construction Documents which are scheduled to be delivered on or around 3/25/2019.

Requested Action: Approval of Guaranteed Maximum Price Amendment #1 to the Contract with Ajax/Tandem Construction, a Joint Venture, in the amount of \$2,277,558, to include Sitework, General Conditions (related to Sitework) and early submittal costs.

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:

Cc: Tom Mattmuller