

## **EXECUTIVE SUMMARY**

## Construction Bid Recommendation of \$500,000 or Greater ITB 17-212C-REBID Cypress Elementary School, Pompano Beach LECO Construction Co.

LEGO Construction Co.
SMART Program Renovations
Project No. P.001412

## PROJECT OVERVIEW:

<b>Type of Contract:</b>	Design/Bid/Build
Contractor:	LEGO Construction Co.
<b>Notice to Proceed Date:</b>	Pending Board Approval
<b>Budget:</b>	See below

## **GENERAL OVERVIEW:**

This item is requesting authorization to award a Lump Sum Contract for construction of the Cypress Elementary School SMART Program Renovations to LEGO Construction Co., in the amount of \$2,840,165. The scope of work for this project includes, but not limited to, fire sprinklers, safety/security upgrade, replacement of existing classroom unit ventilators, building envelope improvements, and media center improvements.

Approval to Advertise for Construction Bids was received from the Board on February 7, 2017 (Agenda item J-1). The Letter of Recommendation to Issue a Permit (f.k.a. Letter of Intent) was provided by the Building Department on May 8, 2017 and the Advertisement for Bids occurred on May 16, 2017. Bids were received on June 26, 2017 from a total of four (4) proposers. Heery evaluated these bids and determined that all proposals did not accurately address unit pricing in determining the base bid proposed amounts. Therefore, Heery recommended that all proposals received be rejected. On August 22, 2017, Board approval to reject all bids was received (Agenda item JJ-1).

Following Board approval to reject all bids, the bidding documents were revised to clarify the unit pricing requirements. The project was then re-advertised (ITB 17-212C-REBID) on November 9, 2017. Bids were received on December 11, 2017 from one (1) Bidder (See Exhibit 2 for details). Heery and Procurement and Warehouse Services has recommended the award of the project to LEGO Construction Co. as the responsive, responsible bidder that met the specifications, terms and conditions of the bid.

The proposal from LEGO Construction Co. exceeds the available funds and requires additional funding to proceed with the SMART Program Renovations. Heery recommends that the Board approve additional funding in the amount of \$452,897.

The original overall project budget for the SMART Program Renovations at Cypress Elementary School is \$3,299,167. Of this amount, the pre-bid construction budget is \$2,428,441 and the pre-bid construction contingency is \$242,844 (10% of construction budget). The balance of the budget is for costs such as design fees, program management fees, and other soft costs.

The proposal that was received from LEGO Construction Co. was for \$2,840,165. This proposal is \$411,724 over the pre-bid construction budget [\$2,840,165 (proposal amount) - \$2,428,441 (pre-bid construction budget)]. In addition, in order to maintain a 10% construction contingency for the project, the contingency needs to be increased by \$41,173 [\$284,017 (10% value of proposal) - \$242,844 (pre-bid construction contingency)].

The total requested increase to the overall project budget for the SMART Program Renovations is therefore \$452,897 (\$411,724 + \$41,173). This will result in a revised overall project budget of \$3,752,064 for the SMART Program Renovations.

This agreement has been reviewed and approved as to form and legal content by the Office of the General Counsel.

For the latest Bond Oversight Committee Quarterly Report information regarding this project click here.