

**EXECUTIVE SUMMARY**

**Construction Bid Recommendation of \$500,000 or Greater  
ITB 18-174C  
Miramar Elementary School, Miramar  
DiPompeo Construction Corporation  
SMART Program Renovations  
Project No. P.001727**

**PROJECT OVERVIEW:**

<b>Delivery Method:</b>	<b>Design/Bid/Build</b>
<b>Contractor:</b>	<b>DiPompeo Construction Corporation</b>
<b>Notice to Proceed Date:</b>	<b>Pending Board Approval</b>
<b>Budget:</b>	<b>See below</b>

**GENERAL OVERVIEW:**

This item is requesting authorization to award a Lump Sum Contract for construction of the Miramar Elementary School SMART Program Renovations to DiPompeo Construction Corporation, in the amount of \$4,877,000. The scope of work for this project includes, but not limited to, HVAC improvements and building envelope improvements.

The Letter of Recommendation to Issue a Permit has been provided by the Building Department. Bids were received on August 16, 2018 from a total of three (3) bidders. Procurement and Warehousing Services has recommended the award of the project to DiPompeo Construction Corporation as the responsive, responsible bidder that met the specifications, terms and conditions of the bid. Bids from G.E.C. Associates, Inc. and LEGO Construction, Co. were determined to be non-responsive and were recommended to be rejected (see Exhibit 2 for details)

The proposal from DiPompeo Construction Corporation exceeds the available funds and requires additional funding to proceed with the SMART Program Renovations. CBRE | Heery recommends that the Board approve additional funding in the amount of \$2,286,935.

The scope of work at Miramar Elementary School includes HVAC improvements and building envelope improvements. The original funding for these two scopes reflected that roughly 77% of the construction budget was associated with the HVAC improvements and the remaining 23% was associated with the building envelope improvements. Based on the bid results and the Atkins estimate, the scope of work for the HVAC improvements, including the replacement of the existing chilled water piping, is the primary factor resulting in the need for the additional funding.

The overall project budget for the SMART Program Renovations at Miramar Elementary School is \$3,798,000. Of this amount, the pre-bid construction budget is \$2,797,968 and the pre-bid construction contingency is \$279,797 (10% of construction budget). The balance of the budget is for costs such as design fees, program management fees, and other soft costs.

The Base Bid proposal that was received from DiPompeo Construction Corporation was for \$4,877,000. This proposal is \$2,079,032 over the pre-bid construction budget [\$4,877,000 (proposal amount) - \$2,797,968 (pre-bid construction budget)]. In addition, in order to maintain a 10% construction contingency for the project, the contingency needs to be increased by \$207,903 [\$487,700 (10% value of proposal) - \$279,797 (pre-bid construction contingency)].

The total requested increase to the overall project budget for the SMART Program Renovations is therefore \$2,286,935 (\$2,079,032 + \$207,903). This will result in a revised overall project budget of \$6,084,935 for the SMART Program Renovations.

DiPompeo Construction Corporation is not a Small/Minority/Women Business Enterprise (S/M/WBE) certified company. DiPompeo Construction Corporation has committed to S/M/WBE participation of 22% for this project through the use of certified S/M/WBE subcontractors.

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](#).