## **EXHIBIT 1**

## <u>EXECUTIVE SUMMARY</u> Construction Bid Recommendation of \$500,000 or Greater ITB FY20-181 Challenger Elementary School, Tamarac Grace & Naeem Uddin, Inc. SMART Program Renovations Project No. P.002040

## **PROJECT OVERVIEW:**

<b>Delivery Method:</b>	Design/Bid/Build	
Architect:	Song & Associates, Inc.	
Contractor:	Grace & Naeem Uddin, Inc.	
Notice to Proceed Date:	Pending Board Approval	
Original Funding Allocation:	See below	

## **GENERAL OVERVIEW:**

This item is requesting authorization to award a Lump Sum Contract for construction of the Challenger Elementary School SMART Program Renovations to Grace & Naeem Uddin, Inc., in the amount of \$2,897,400. The scope of work for this project includes, but is not limited to, fire alarm, conversion of existing space into music and/or art lab(s), music room renovation, building envelope improvements, and HVAC improvements.

The Letter of Recommendation to Issue a Permit has been provided by the Building Department. Bids were received on March 24, 2020 from a total of four (4) bidders. This bid was advertised on February 14, 2020 with the summary below:

Γ	Potential Prequalified	Potential Prequalified M/WBE	Proposals	Proposals Received From M/WBE
	Planholders	Planholders	Received	Planholders
	19	10	4	3

Procurement and Warehousing Services has recommended the award of the project to Grace & Naeem Uddin, Inc. as the lowest, responsive and responsible bidder that met the specifications, terms and conditions of the bid (see Exhibit 2 for details).

The Construction Bid Recommendation for Challenger Elementary School exceeds the available funds and requires additional funding in the amount of \$2,206,100 to proceed with the SMART Program Renovations. Both the Designer and Atkins have deemed the bid fair and reasonable based on current market conditions, which have changed considerably since the 2014 funding allocation. These funding overages are included in the SMART Program Forecast. The following summarizes the previous and revised funding allocations:

Allocations of Original Project Funds	<b>Previous Amount</b>	<b>Revised Amount</b>	Net Change
Planning Design and Management	\$334,000	\$334,000	\$0
Construction Contract	\$891,800	\$2,897,400	\$2,005,600
Construction Contingency (10%)*	\$89,200	\$289,700	\$200,500
Construction Misc.**	\$34,000	\$34,000	\$0
Furnishings	\$0	\$0	\$0
Total	\$1,349,000	\$3,555,100	\$2,206,100

\*Reserved for future use if required

\*\*Includes the following items where applicable: Off-site Improvements; Misc. Construction; Hazardous Materials Abatement; Technology Infrastructures; Utility Connection Charges; PPO Work Orders; and Portables Note: Bid is 15.7% under the Atkins Estimate. Net Change is 164% over the Previous Amount.

The request for additional funding is a result of continued budget overages. The most significant budget overage is associated with building envelope improvements that will require approximately \$1.9M of additional funds. The fire alarm will require approximately \$50K of additional funds and HVAC improvements will also require approximately \$50K of additional funds.

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Staff has evaluated the various SMART scopes for this project. It was determined that the most cost and time efficient means to deliver these improvements is by a single construction contract. Staff does not recommend creating separate bid packages, "carve outs", for any of the approved scopes. The proposal received from Grace & Naeem Uddin, Inc. is the most cost-effective means of delivering this project.

Grace & Naeem Uddin, Inc. is a certified Minority Business Enterprise (MBE/HA) and has committed to MBE/HA Participation of 100% for this project.

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.

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