

## **EXECUTIVE SUMMARY**

## Construction Bid Recommendation of \$500,000 or Greater ITB FY20-081-REBID

Westpine Middle School, Sunrise Grace & Naeem Uddin, Inc. SMART Program Renovations Project No. P.002043

## PROJECT OVERVIEW:

<b>Delivery Method:</b>	Design/Bid/Build
Architect:	Song & Associates, Inc.
Contractor:	Grace & Naeem Uddin, Inc.
<b>Notice to Proceed Date:</b>	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 Westpine Middle School SMART Program Renovations to Grace & Naeem Uddin, Inc., in the amount of \$3,698,640. The scope of work for this project includes, but is not limited to, fire sprinklers, building envelope improvements, and HVAC improvements.

Fire sprinkler scope in Buildings 1 through 10, 12, 14, 15, 16, 17, 18, and 19 was reviewed by the Task-Assigned District's Chief Fire Official who determined that Building 2 was the only building that required fire sprinklers. Buildings 1, 3, 4, 5, 6, 7, 8, 9, 10, 12, 14, 15, 16, 17, 18, and 19 did not require fire sprinklers, therefore, this scope of work was removed from the construction documents prior to bidding.

The Letter of Recommendation to Issue a Permit has been provided by the Building Department. Bids were received on April 1, 2020 from a total of six (6) bidders. This bid was advertised on February 14, 2020 with the summary below:

Potential Prequalified	Potential Prequalified M/WBE	Proposals	Proposals Received From M/WBE	
Planholders	Planholders	Received	Planholders	
21	10	6	5	

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 Westpine Middle School exceeds the available funds and requires additional funding in the amount of \$2,330,500 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	Previous Amount	Revised Amount	Net Change
Planning Design and Management	\$510,000	\$510,000	\$0
Construction Contract	\$1,580,000	\$3,698,640	\$2,118,640
Construction Contingency (10%)*	\$158,000	\$369,860	\$211,860
Construction Misc.**	\$37,000	\$37,000	\$0
Furnishings	\$0	\$0	\$0
Total	\$2,285,000	\$4,615,500	\$2,330,500

<sup>\*</sup>Reserved for future use if required

Note: Bid is 25.7% under the Atkins Estimate. Net Change is 102% over the Previous Amount.

<sup>\*\*</sup>Includes the following items where applicable: Off-site Improvements; Misc. Construction; Hazardous Materials Abatement; Technology Infrastructures; Utility Connection Charges; PPO Work Orders; and Portables

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 \$1.7M of additional funds. The HVAC improvements will require approximately \$300K of additional funds. The fire sprinklers will require approximately \$100K of additional funds. 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/Women Business Enterprise-Hispanic American (M/WBE-HA) and has committed to M/WBE Participation of 15.10% 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. Page 2 of 2