

TOWN OF DAVIE

TOWN COUNCIL AGENDA REPORT

TO: Mayor and Councilmembers

FROM/PHONE: Bruce Bernard/797-1240 by Herb Hyman/797-1016

SUBJECT: Resolution

AFFECTED DISTRICT: District 4

TITLE OF AGENDA ITEM: A RESOLUTION OF THE TOWN OF DAVIE, FLORIDA, AUTHORIZING THE MAYOR TO EXECUTE CHANGE ORDER NUMBER 2 TO THE CONTRACT BETWEEN THE TOWN AND BUDGET CONSTRUCTION CO., INC. FOR THE ALIGNMENT OF SW 136 AVE. AND SW 14 ST. INTERSECTION.

REPORT IN BRIEF: The Town Council previously awarded a contract to Budget Construction Co., Inc. for alignment of SW 136 Ave. and SW 14 St. by Resolution R-2003-277. The Contractor was obligated contractually to hold his prices for a period of ninety (90) days after the bid opening. A period of two hundred (200) days elapsed between the date that bids were opened and the date that the Contractor was given "Notice to Proceed" due to permitting delays. During that extended time period that elapsed, certain materials escalated significantly in price at a rate well above what one could have reasonably anticipated due to inflation. A volatile marketplace has escalated the cost of certain materials used on this project. Refer the attached breakdown from Budget Construction Co., Inc. for a list of those materials and quantities that have significantly increased in price. The Project Engineer, Jim Mullen of Craven Thompson & Associates, Inc. analyzed the Contractor's Request for Change Order, and has provided a letter verifying that the price increases were justified. This change order is to compensate the Contractor \$31,472.50 to account for increased material costs. A budget amendment will be done to cover change orders and project contingency.

PREVIOUS ACTIONS: Contract awarded by Resolution R-2003-277

CONCURRENCES: The change order has been reviewed by the Public Works/Capital Projects Director, the Town's consulting engineer (Craven Thompson) and the Bid Specification Committee.

FISCAL IMPACT:

Has request been budgeted? No

If yes, expected cost: \$31,472.50

Account Name: Capital Improvement Program-Realign SW 136 Ave. /SW 14 St.
Intersection Account 030-3001-541-6829

Additional Comments: A budget amendment will be done to cover the cost of change orders and project contingency.

RECOMMENDATION(S): Motion to approve the resolution.

Attachment(s):

Change Order Number 2 with backup
Letter of Recommendation from Project Engineer

RESOLUTION NO. _____

A RESOLUTION OF THE TOWN OF DAVIE, FLORIDA, AUTHORIZING THE MAYOR TO EXECUTE CHANGE ORDER NUMBER 5 TO THE CONTRACT BETWEEN THE TOWN AND COASTAL CONTRACTING AND DEVELOPMENT, INC. FOR THE CONSTRUCTION OF THE FLEET MAINTENANCE GARAGE.

WHEREAS, the Town previously awarded a contract to Coastal Contracting and Development, Inc. for the construction of the fleet maintenance garage; and

WHEREAS, a change order is necessary due to changes to the original scope of supply requested by the Town; and

WHEREAS, this change will facilitate completion of the project.

NOW, THEREFORE, BE IT RESOLVED BY THE TOWN COUNCIL OF THE TOWN OF DAVIE, FLORIDA:

SECTION 1. The Town Council hereby authorizes the Mayor to execute Change Order Number 5 which results in a net increase of \$9,014.50.

SECTION 2. The Town Council hereby authorizes the expenditure from the Vehicle Maintenance-Upgrade Vehicle Maintenance Garage Account 050-0759-591-6472.

SECTION 3. This resolution shall take effect immediately upon its passage and adoption.

PASSED AND ADOPTED ____ DAY OF _____, 2004

MAYOR/COUNCILMEMBER

Attest:

TOWN CLERK

APPROVED THIS ____ DAY OF _____, 2004

CHANGE ORDER

AIA DOCUMENT G701

Distribution to:

OWNER x
 ENGINEER x
 CONTRACTOR x
 FIELD _____
 OTHER Bid Spec Committee, Town Council

PROJECT:
 (Name, address)

CHANGE ORDER NUMBER: C.O. # 2

"Construct SW 136th Avenue/
 SW 14th Street Improvements"
 Davie, FL

INITIATION DATE: May 10, 2004

TO (Contractor):
 Alex Sanchez, Vice President
 Budget Construction Co., Inc.
 12450 SW South River Drive
 Miami, FL 33064

CONTRACT FOR: Bid No. B03-88
 "Construct SW 136th Avenue/
 SW 14th Street Improvements"

CONTRACT DATE: November 5, 2003

You are directed to make the following changes in this Contract:

Item 1- Cost Increases due to Excessive Time between Bid Award and
 Notice to Proceed (Exceeding 90 days allowed by contract). Add \$31,472.50

Total Net Change Add \$31,472.50
 Days: None

Not valid until signed by both the Owner and Architect.
 Signature of the Contractor indicates his agreement herewith, including any adjustment in the Contract Sum or Contract Time.

The original (Contract Sum) (Guaranteed Maximum Cost) was.....	\$	465,857.80
Net change by previously authorized Change Orders	\$	3, 64 0.00
The (Contract Sum) (Guaranteed Maximum Cost) prior to this Change Order was	\$	469,497.80
The (Contract Sum) (Guaranteed Maximum Cost) will be (increased) (decreased).....	\$	31,472.50
The new (Contract Sum) (Guaranteed Maximum Cost) including this Change Order will be.....	\$	500,970.30

The Contract Time will be (increased) (decreased) (unchanged) by 0 Days

The Date of Substantial Completion as of the date of this Change Order therefore is..... July 4, 2004

Authorized:

<u>Craven Thompson & Assoc., Inc.</u>	<u>Budget Construction Co., Inc.</u>	<u>Town of Davie</u>
ARCHITECT	CONTRACTOR	OWNER
<u>3563 N.W. 53rd Street</u>	<u>12450 NW South River Drive</u>	<u>6591 Orange Drive</u>
Address	Address	Address
<u>Ft. Lauderdale, FL 33309</u>	<u>Miami, FL 33178</u>	<u>Davie, FL 33314-3399</u>
BY _____	BY _____	BY _____
DATE _____	DATE _____	DATE _____

April 29, 2004

Ms. Cheryl Dolin, R.A.
Town of Davie
Capital Projects
6901 Orange Drive
Davie, Florida 33314

**RE: S.W. 136th AVE. AND S.W. 14th ST.
ROUNDABOUT
CT&A PROJECT NO. 02-0083**

Dear Ms. Dolin:

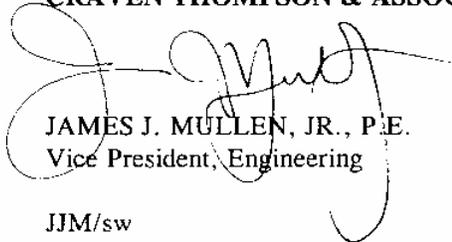
We have reviewed Budget Construction Company, Inc.'s change order request for additional compensation due to a price increase in materials since the time of their bid, dated September 18, 2003 and find that the final resulting unit prices (original bid plus increases) are consistent with current material prices.

Based upon the above, we would recommend approval of their request.

If you have any questions concerning the above, please contact me directly to discuss.

Very truly yours,

CRAVEN THOMPSON & ASSOCIATES, INC.


JAMES J. MULLEN, JR., P.E.
Vice President, Engineering
JJM/sw

CRAVEN THOMPSON



& ASSOCIATES INC.

Engineers
Planners
Surveyors

3563 N.W. 53rd Street
Fort Lauderdale, FL 33309-6311
(954) 739-6400
Fax (954) 739-6409

West Palm Beach

To: Jim Muller

BUDGET CONSTRUCTION CO., INC.
12450 NW SOUTH RIVER DRIVE
MIAMI, FLORIDA 33178
(305) 883-9878 (305) 883-9788

FAX TRANSMITTAL

TO: CHERYL DOLIN - TOWN OF DAVIE CAPITAL IMPROV.

FROM: DANNY - BUDGET CONSTRUCTION CO., INC

DATE: APRIL 13, 2004

FAX #: (954) 797-1148

RE: SW 136TH AVENUE IMPROVEMENTS

TOTAL NUMBER OF PAGES, INC. COVER: 2

IF YOU DO NOT RECEIVE ALL PAGES OR HAVE ANY
PROBLEMS RECEIVING THIS TRANSMISSION, PLEASE CALL
US AS SOON AS POSSIBLE.

COMMENTS:

Cheryl, the attached is a change order reflecting the price increase in materials from the time of the bid.

The bid was held on Sept. 18, 2003

The Notice to Proceed was issued on April 5, 2004

The difference is exactly 200 days

As the contractor, we are required to hold our price for 180 days. At this point in time as it is well documented, materials such as steel and asphalt are at an all time high which means we must compensate for these increases. The attached is the reflection of these increased prices. Please review and let me know if you have any questions.

BUDGET CONSTRUCTION CO., INC.

ENGINEERING CONTRACTORS
12450 NW SOUTH RIVER DRIVE, MIAMI, FL 33178
PHONE (305) 883-9878 FAX (305) 883-9788

04/13/04

Cheryl Dolin
Town of Davie Capital Improvements
6901 Orange Drive
Davie, Florida

RE: SW 136th Improvements

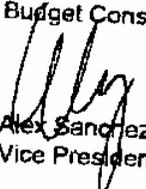
The following is the additional costs reflecting the price increase in materials from the time of the original bid dated September 18, 2003:

Embankment:	6,310cy @ \$1.00	\$6,310.00
Topsail:	9,100sy @ \$0.50	\$4,550.00
12" Limerock:	7,050sy @ \$1.00	\$7,050.00
Type S-3 Asphalt (3/4")	7,050sy @ \$0.50	\$3,525.00
Type S-1 Asphalt (1 1/4")	7,050sy @ \$0.75	\$5,287.50
Type F Curb	380lf @ \$2.00	\$ 760.00
Guardrail	335lf @ \$6.00	\$2,010.00
6" sidewalk	660sy @ \$3.00	\$1,980.00
Total.....		\$ 31,472.50

Please issue a change order in the amount shown above.

Sincerely,

Budget Construction Co., Inc.


Alex Sanchez
Vice President