



**PURCHASING ITEM
FOR
COUNCIL AGENDA
Memo No. CP18-151**

1. Agenda Item Number:
16
2. Council Meeting Date:
March 22, 2018

TO: MAYOR AND COUNCIL

3. Date Prepared: February 26, 2018

THROUGH: CITY MANAGER

4. Requesting Department: Public Works & Utilities

5. SUBJECT: Job Order Contract No. JOC1601.401, Amendment No. 1, with SDB, Inc., extending the contract for major renovations, repairs, demolition, and re-construction services

6. RECOMMENDATION: Staff recommends City Council approve Job Order Contract No. JOC1601.401, Amendment No. 1, with SDB, Inc., extending the contract for major renovations, repairs, demolition, and re-construction services, in an amount not to exceed \$750,000.00 per year, for a two-year term, March 31, 2018, through March 30, 2020.

7. BACKGROUND/DISCUSSION: Staff anticipates a continued need for services related to major renovations, repairs, demolition, and re-construction in support of the Fiscal Year 2018-2019 Capital Improvement Program (CIP). Dependent upon the project design needs, work will rotate among two (2) firms based on availability and expertise. This action will save on the cost of the selection process and time to bring individual projects forward.

Project Agreements establishing the cost, time, and scope of work will be executed when individual projects are issued. Project Agreements exceeding \$50,000.00 require City Council approval.

8. EVALUATION: City Council approved the initial contract on March 17, 2016, with the option to renew for a single, two-year term. The Job Order Contractor was selected in accordance with established City policies and procedures. Staff recommends extension of the contract with SDB, Inc.

9. FINANCIAL IMPLICATIONS: Based on projected needs, staff anticipates that \$750,000.00 per year, for two years, will be expended on major renovations, repairs, demolition, and re-construction services. The project owner department will provide funding for each individual Project Agreement requiring Job Order Contract (JOC) Construction services.

10. PROPOSED MOTION: Move City Council approve Job Order Contract No. JOC1601.401, Amendment No. 1, with SDB, Inc., extending the contract for major renovations, repairs, demolition, and re-construction services, in an amount not to exceed \$750,000.00 per year, for a two-year term, March 31, 2018, through March 30, 2020.

ATTACHMENTS: Amendment

APPROVALS

11. Requesting Department

Sandy Story, Project Manager

13. Department Head

John Knudson, Public Works & Utilities Director

12. Public Works & Utilities

Andrew Goh, Capital Projects Manager

14. City Manager

Marsha Reed

AMENDMENT NUMBER 1
JOB ORDER CONTRACTING CONTRACT FOR JOB ORDER CONTRACT FOR CONSTRUCTION
SERVICES, MAJOR RENOVATIONS, REPAIRS, DEMOLITION AND RE-CONSTRUCTION
PROJECT NUMBER JOC1601.401

The City Council authorized the City of Chandler (hereinafter referred to as "CITY") and **SDB, Inc.**, an Arizona corporation (hereinafter referred to as "JOC") to enter into an Job Order Contract for Construction Services, Major Renovations, Repairs, Demolition and Re-Construction services (hereinafter referred to as "CONTRACT") which was approved by the City Council on March 17, 2016 and executed on March 31, 2016.

WHEREAS, the CITY and JOC intend pursuant to this Amendment to amend and extend this CONTRACT, for a term from March 31, 2018, through March 30, 2020; and

WHEREAS, the CITY intends that following any one year of a two-year contract term where the cumulative total cost of work limit was amended, the cumulative total cost of work limit shall revert to the original base year limit award.

NOW, THEREFORE, in consideration of the mutual covenants and provisions contained herein and other good and valuable consideration, the parties do agree as follows:

1. This amendment is hereby incorporated to the CONTRACT and must be filed with the City Clerk's Office.
2. Article 3.1 of this CONTRACT is amended to read: This is an indefinite quantity and indefinite delivery Job Order Contract for general contracting construction services, together with architectural and engineering services as necessary, and includes major and minor construction projects, renovations, repairs, additions, demolition, re-constructions and alterations services to City facilities for CITY. For any project determined by CITY to be appropriate for this Job Order Contract, CITY will issue a delivery order to JOC, at which time the parties will execute a Project Agreement specifying the cost and completion schedule for that project. Although CITY anticipates that JOC will be issued a substantial amount of work, the cumulative total cost of work issued to the JOC by the City of Chandler annually for this two-year contract shall not exceed Seven Hundred Fifty Thousand (\$750,000) dollars. Following any one year of a two-year contract term where the cumulative total cost of work limit was amended, the cumulative total cost of work limit shall revert to the original base year limit award. JOC is not guaranteed any minimum amount of work nor any jobs at all. JOC is aware that there is more than one Contractor who has been awarded a Job Oder Contract for this type of work. CITY reserves the right and will issue delivery orders based on ability of the contractor to meet CITY's work schedule and the availability of trades and expertise in relation to each project.
3. Article 5.1 of this CONTRACT is amended to extend the CONTRACT for an additional term from March 31, 2018, through March 30, 2020.
4. All other terms and conditions of the above referenced CONTRACT shall remain unchanged and in full force and effect.

IN WITNESS WHEREOF, the parties have hereunto subscribed their names this 26 day of March, 2018.

CITY OF CHANDLER

By: _____

MAYOR

Date

JOC:

By: _____

Title: Pm

APPROVED AS TO FORM:

ATTEST: (If corporation)

City Attorney by: _____

Secretary

ATTEST:

WITNESS: (If Individual or Partnership)

City Clerk

SEAL

C: Project Mgr. / Contractor / File

