

Business Operations
J. E. Surash, P. E., Chief Business Officer

**SUBJECT: FINAL RENEWAL OF CONTRACTUAL AGREEMENT AND
INCREASE MAXIMUM AMOUNT OF CONTRACT WITH
M.A.C. CONSTRUCTION, INC
JOB ORDER CONTRACT (JOC)
DETAILED REPAIRS AND CONSTRUCTION TASKS FOR
MAINTENANCE OPERATIONS
NORTH REGION OF THE M-DCPS DISTRICT
(ORIGINAL CONTRACT NO. JOC02-N)
FIRST RENEWAL CONTRACT NO. JOC02-N-A
FINAL RENEWAL CONTRACT NO. JOC02-N-B**

COMMITTEE: BUSINESS AND FINANCIAL SERVICES

Background

Since 1991, the District has utilized a contracting method known as Job Order Contracting (JOC), which is used to acquire general construction services to execute minor construction and capitalized maintenance projects. Work orders are based on competitively bid unit pricing.

Renewal of Contractual Agreement

At its meeting of June 19, 2002, The School Board approved the original award to M.A.C. Construction, Inc., for Job Order Contracting Services, with a maximum amount of \$1,000,000. At its meeting of May 14, 2003, The School Board authorized the Superintendent to exercise the first of two renewal options. Maintenance Operations, after evaluating the services rendered by M.A.C. Construction, Inc., has determined that this contractor has performed satisfactorily and is requesting authorization to renew the contractual agreement for an additional period of one year. Concurrent with this renewal and in conformance with Article 13 of the contract, authorization is requested to increase the maximum value of this contract from \$1,000,000 to \$2,000,000.

The current contract expires on June 18, 2004, and the one-year renewal period will commence on the date that the current contract meets the maximum value, or on June 19, 2004, whichever occurs first. The value of work orders issued M.A.C. Construction, Inc., as of April 2, 2004 is \$1,418,090.44. However, it is anticipated that the current contract will reach its maximum value prior to expiration. Article 14 of the contract also prescribes a cost adjustment based on the Construction Cost Index as published by Engineering News Record. This adjustment, including unit prices, results in an overall cost increase of 5.21% to the unit prices contained in the construction documents

RECOMMENDED: That The School Board of Miami-Dade County, Florida authorize the Superintendent to:

1. renew the contractual agreement with M.A.C. Construction, Inc., Contract No. JOC02N-B, in conformance with Article 14 of the contract, for a period of one year, commencing on the date the current contract meets the maximum value, or on June 19, 2004, whichever occurs first; and
2. increase the maximum value under the contractual agreement with M.A.C. Construction Inc., Contract No. JOC02N-B, from \$1,000,000 to \$2,000,000 as allowed under Article 13 of the agreement.

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