

Office of School Facilities
Rose Diamond, Chief Facilities Officer

**SUBJECT: SECOND RENEWAL OF CONTRACTUAL AGREEMENT WITH
FHP TECTONICS CORP.,
d/b/a F. H. PASCHEN, S.N. NIELSON & ASSOCIATES
CONTRACT NO. JOC04-C6-B
JOB ORDER CONTRACT
MAINTENANCE OPERATIONS
ORIGINAL CONTRACT NO. JOC04-C6
FIRST RENEWAL NO. JOC04-C6-A**

COMMITTEE: FACILITIES AND CONSTRUCTION REFORM

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 October 20, 2004, The School Board approved the original award to FHP Tectonics Corp, d/b/a/ F.H. Paschen, S.N. Nielsen & Associates, for Job Order Contracting Services, with a maximum amount of \$2,000,000. This contract was renewed by the Board at its meeting of October 19, 2005. Facilities Operations, Maintenance, has reviewed the performance of this contractor and has found that adequate progress is being made and sufficient quality control exercised on previous, current and ongoing projects. Therefore, authorization is requested to renew the contractual agreement for an additional period of one year.

The current contract expired on October 19, 2006, and has a built in 30 day "grace" period. The one-year renewal period commenced on October 20, 2006. Article 14 of the contract also prescribes a cost adjustment based on the Construction Cost Index as published by Engineering News Record. This adjustment results in an overall cost increase of 9.71% to the base year (2004-2005) unit prices awarded on October 20, 2004.

The minimum value for this renewal is \$50,000 and the maximum initial value is \$2,000,000. If the maximum value is reached prior to expiration of the one year renewal term, the maximum value may be extended at the direction of the Superintendent or his/her designee with two (2) possible extensions of \$2,000,000 each, provided the contractor provides a new Payment, Performance and Guarantee bond for the extended contract amount.

RECOMMENDED: That The School Board of Miami-Dade County, Florida authorize the Superintendent to renew the contractual agreement with FHP Tectonics Corp, d/b/a/ F.H. Paschen, S.N. Nielsen & Associates Contract No. JOC 04-C6-B, in conformance with Article 14 of the contract, for a period of one year, effective October 20, 2006.