

Facilities Planning and Construction
Suzanne A. Marshall, Chief Facilities Officer

SUBJECT: COMMISSIONING OF VEITIA PADRON INCORPORATED TO PROVIDE CONSTRUCTION MANAGEMENT (CM) AT-RISK SERVICES FOR MISCELLANOUES PROJECTS WITH AN ESTIMATED CONSTRUCTION COST UP TO \$500,000 EACH

Staff has completed the selection process for a Construction Management (CM) At-Risk firm for miscellaneous projects with an estimated construction cost up to \$500,000 each.

Nine (9) firms applied and five (5) firms were interviewed by the Selection Committee. Of these five (5) firms, the following two (2) firms were selected:

Veitia Padron Incorporated
Zurqui Construction Services, Inc.

Negotiations with Veitia Padron Incorporated regarding basic services, scope and other related terms have been successfully completed. The negotiated agreement will include the following provisions:

1. The services include pre-construction services (design review through bidding), development of a Guaranteed Maximum Price (GMP) for construction and upon acceptance of the GMP, the actual construction of the project. Upon each project assignment (via work order), the board and the CM shall agree as to the level of service each project will require. Compensation for those selected services for each project shall be as follows:

	<u>Project Construction Cost</u>		
	Less than \$100,000	\$100,001- \$300,000	\$300,001- \$500,000
• Design review, Constructability & Value Engineering	\$1,800	\$4,000	\$5,000
• Review of existing conditions	2,500	5,000	7,000
• Cost Estimating	1,000	1,800	2,800
• Scheduling	1,100	2,000	3,000
• Bidding	1,300	2,000	4,000
• General Conditions (per diem)	364	472	574
• Bonds, General Liability Insurance, Overhead & Profit	22.00%	18.00%	15.75%

2. For projects with construction costs less than \$50,000, the Board may direct the CM to perform any specific service on a time and materials basis plus a 20% mark-up or on a negotiated lump sum basis, whichever is more beneficial for the Board.
3. The term of this agreement is for a period of two (2) years, commencing on October 14, 2001 through October 13, 2003, with the second year being at the Board's option. The second year must be approved and ratified by the Board prior to its commencement.
4. The work will be assigned on the basis of the firm's workload and successful performance of previous assignments.
5. The Board does not guarantee any minimum number of project assignments nor any specific construction cost value. However, the maximum construction cost value assigned to this contract shall not exceed \$5,000,000 per year.
6. The CM shall provide the required General Liability insurance coverage, and performance and payment bonds in accordance with the Board-approved General Conditions of the construction agreement.
7. The agreement provides for termination by either the Board and the CM prior and after the GMP has been accepted, upon written notification by either party.

The Principals/Owners for Veitia Padron Incorporated are Roberto Padron and Augustin E. Veitia.

RECOMMENDED: That The School Board of Miami-Dade County, Florida commission the firm of Veitia Padron Incorporated to provide Construction Management (CM) At-Risk services for miscellaneous projects with an estimated construction cost up to \$500,000 each. The maximum construction cost value of the contract shall not exceed \$5,000,000 per year. The term of this agreement is for a period of two (2) years, commencing October 14, 2001 through October 13, 2003. Since the second year is at the Board's option, the second year must be approved and ratified by the Board prior to its commencement.