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**PARKS, RECREATION & FACILITIES
MANAGEMENT**

Dean R. Gazza, Director

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TO: Finance Committee

FROM: Dean R. Gazza, Director of Parks, Recreation and Facilities Management

DATE: 2/7/2017

RE: Action Item: Approval of Bid Packages and project related expenses into the Guaranteed Maximum Price Amendment to Miron Construction for the Fox Cities Exhibition Center for a contract not to exceed \$2,170,248.

The delivery method utilized for this project is Construction Manager at risk (CM) and varies from the traditional design-bid-build delivery method traditionally used when time is not a project constraint. In this method, the CM is hired as the Owner's agent and contracts directly with sub-contractor(s) in an "at-risk" position. All work is publicly bid to comply with state bidding laws. Once the lowest qualified bidder is determined, the sub-contractor(s) contracts with the CM to complete the work. The CM provides a guaranteed maximum price in which any costs above this are the risk of the CM. The City only pays for the actual costs of the work completed (up to the maximum guarantee) and any change orders if there is a scope change.

It is currently anticipated that the project will include six (6) bid packages. Future bid packages will be incorporated via a change order to the initial contract with the CM.

On January 17, 2017, bids were opened for Bid Package #4 which conveyance (elevators/escalators) and Pier Foundation System. We received multiple bids as provided below and recommend proceeding with the lowest responsible bidder:

Pier Foundation System: Michels Foundations

Contractor	Bid
Michels Foundations	\$443,970
Foundation Service Corporation	\$484,000

Conveyance: Otis Elevator Company

Contractor	Bid
Otis Elevator Company	\$1,697,793
Schindler Elevator Corporation	\$2,355,000

In addition, insurance and performance/payment bonds currently total \$28,485. While we have had some variation with some of the bids received to date, overall bid package #4 has come in as anticipated and the project remains on budget.

Note that the next bid package will be called bid package #3. Because the conveyance bids had to be rejected in bid package #2 another bid package was developed and released immediately to ensure conveyance did not get behind schedule. I note this because you may wonder by bid package #4 was bid prior to bid package #3.

Please feel free to contact me at 832-5572 with any questions, or by email at dean.gazza@appleton.org.