

# **BOARD OF SUPERVISORS AGENDA ITEM REPORT AWARDS / CONTRACTS / GRANTS**

0	Award	Contract	C Grant
4.00	T. C. L. L. C.		

Requested Board Meeting Date: 10/17/23

or Procurement Director Award:

\* = Mandatory, information must be provided

### \*Contractor/Vendor Name/Grantor (DBA):

Barker Contracting, Inc., Chasse Building Team, Inc., Core Construction, Inc., Durazo Construction Corporation, Kapp-Con Incorporated, Kittle Design and Construction, LLC, Lloyd Construction Company, Inc., SD Crane Builders, Inc.

#### \*Project Title/Description:

Job Order Master Agreement: Remodel And Construction Services

### \*Purpose:

Amendment of Award: Master Agreement No. MA-PO-20-154, Amendment No. Seven (7). This amendment increases the competition threshold and maximum individual job order threshold from \$250,000.00 to \$400,000.00 and \$1,500,000.00 to \$2,000,000.00 respectively to address an increase in construction costs. Administering Department: Project Design and Construction

This is an indefinite delivery/indefinite quantity job order master agreement. Funding sources will be determined at the time of project job order. For projects estimated at less than \$400,000.00 the department may select a contractor based on availability, specialty or other such basis as the department may determine in its sole discretion. For projects estimated at \$400,000.00 or more, selection will be based on the responses to a request for quotation covering either cost or cost and schedule from all the job order contractors. No individual Job Order may exceed \$2,000,000.00, including any change orders.

# \*Procurement Method:

Pursuant to Solicitation for Qualifications No. SFQ-PO-2000014, on 04/07/20, the Board of Supervisors awarded a shared master agreement for these services in the amount of \$2,500,000.00 for an agreement term of 04/07/20 to 04/06/21.

Amendment No. One (1) was approved by the Board of Supervisors, on 02/16/21, to increase the annual shared award amount by \$1,000,000.00 from \$2,500,000.00 to \$3,500,000.00 and add \$1,000,000.00 for a cumulative not-to-exceed amount of \$3,500,000.00. Amendment No. Two (2) was approved by the Procurement Director, on 04/22/21, to extend the term of the agreement to 04/06/22 and add the full annual shared award amount of \$3,500,000.00 for a cumulative not-to-exceed amount of \$7,000,000.00.

Amendment No. Three (3) was approved by the Board of Supervisors, on 09/07/21, to increase the competition and maximum individual job order thresholds from \$149,999.99 to \$250,000.00 and \$500,000.00 to \$1,500,000.00 respectively, increase the annual shared award amount from \$3,500,000.00 to \$6,000,000.00 and add \$2,500,000.00 for a not-to-exceed amount of \$9,500,000.00.

Amendment No. Four (4) was approved by the Procurement Director, on 04/05/22, to extend the term of the agreement to 04/06/23 and add the full annual shared award amount of \$6,000,000.00 for a cumulative not-to-exceed amount of \$15,500,000.00.

Amendment No. Five (5) was approved by the Board of Supervisors, on 02/07/23, to add a one-time increase of \$2,000,000.00 to the shared award amount for a cumulative not-to-exceed amount of \$17,500,000.00 due to an increase in projects and add the Forced Labor of Ethnic Uyghurs clause.

Amendment No. Six (6) was approved by the Procurement Director, on 03/27/23, to extend the term of the agreement ti 04/06/24 and add the full annual shared award amount of \$6,000,000.00 for a cumulative not-to-exceed amount of \$23,500,000.00.

Attachments: Amendment No. Seven (7) and Department Memo.

#### \*Program Goals/Predicted Outcomes:

To provide a job order master agreement with qualified contractors that provides construction, improvement, and maintenance of new and existing County-owned commercial buildings, structures, and facilities.

# \*Public Benefit:

To provide the public with contractors that will provide all labor, materials, management, supervision, services, and coordination required to provide a full range of remodeling and construction services on an as-needed basis.

# \*Metrics Available to Measure Performance:

The contractor's ability to meet all contractural / project requirements within the anticpated timeline and within the available funding. In addition, performance evaluations will be provided in accordance with BOS Policy D29.1.

#### \*Retroactive:

No.

TO: COB 10/04/23 VERS: 12

PGS: 12

# THE APPLICABLE SECTION(S) BELOW MUST BE COMPLETED

Click or tap the boxes to enter text. If not applicable, indicate "N/A". Make sure to complete mandatory (\*) fields

Contract / Award Information		
Document Type:	Department Code:	Contract Number (i.e., 15-123):
Commencement Date:	Termination Date:	Prior Contract Number (Synergen/CMS):
Expense Amount \$*		Revenue Amount: \$
*Funding Source(s) required:		
Funding from General Fund?	C No If Yes \$	%
Contract is fully or partially funded with F		CNo
Were insurance or indemnity clauses mo If Yes, attach Risk's approval.	dified? C Yes	C No
Vendor is using a Social Security Number If Yes, attach the required form per Adminis		C No
Amendment / Revised Award Informa	tion	
Document Type: MA	Department Code: PO	Contract Number (i.e., 15-123): <u>20-154</u>
Amendment No.: 7		AMS Version No.: <u>12</u>
Commencement Date: 10/17/23		New Termination Date:
		Prior Contract No. (Synergen/CMS):
€ Expense ← Revenue ← Increa	se C Decrease	Amount This Amendment: \$ 0.00
Is there revenue included?  Yes	No If Yes \$	
*Funding Source(s) required: Various	<u>Funds</u>	
Funding from General Fund? C Yes	• No If Yes \$	<u> </u>
Grant/Amendment Information (for g	rants acceptance and award	ds) C Award C Amendment
Document Type:	Department Code:	Grant Number (i.e., 15-123):
Commencement Date:	Termination Date	e: Amendment Number:
Match Amount: \$		Revenue Amount: \$
*All Funding Source(s) required:		
*Match funding from General Fund?	C Yes C No If Yes	\$
*Match funding from other sources?  *Funding Source:	C Yes C No If Yes	\$
*If Federal funds are received, is fund	ng coming directly from th	e Federal government or passed through other organization(s)?
Contact: Procurement Officer Dawn	Dargan Depth (part) the Day Day Color Day Colo	Division Manager Scott Loomis Digitally signed by Scott Loomis Date: 2023/09/27 12-48-21-07:00
Department: Procurement Director Te	rri Spencer Digitally signed by Tem :	Spencer 23-0700 Telephone: <u>520-724-9071</u>
	'n Kiell Spile spred to Mary i tiel 20 God Emongs Andigene gos Orlindates thragenest Costina Busings Chellenge the care care 2010 God 10 ft 10 f	Date: September 27, 2023
Deputy County Administrator Signature:	COSDE	Date: 9/28/2023
County Administrator Signature:	Sur	Date: 1 2873



# **MEMORANDUM**

Date: September 11, 2023

To: Terri Spencer From: Sheila Holben

Director, Procurement Director

Re: Contract Limit for Remodeling and Construction Master Agreement, MA-20-154

Project Design and Construction (PDC) utilizes the current Remodeling and Construction Master Agreement, MA-20-154, for repairs and improvements throughout the County's existing buildings to maintain and support department's operations and the services they provide to the public. The general contractors on the current contract are pre-qualified and have experience working on Pima County owned buildings, including occupied buildings and understand the sensitivity and care that must be taken while working within or adjacent to buildings that are occupied by County staff and the public. The current MA allows the County to procure construction contracts without pre-qualifying and bidding each construction contract separately. The current Master Agreement requires all contracts over \$250,000 to be competitively bid and places a cap on any single contract at \$1,500,000.

Due to the unprecedented construction cost increases beginning in approximately 2021 including material price escalation and a lack of skilled labor, the contract caps are limiting the effective use of the Master Agreement. The second quarter 2023 Quarterly Construction Cost Report produced by Rider Levitt Bucknall cites a construction cost increase of almost 40% since the start of the COVID -19 pandemic. While construction cost escalation is trending downward, it is still higher than historic averages, the overall cost of construction has not returned to their pre-2021 level and we still see significant pressure on the construction market due to the high demand for materials and labor in the region.

In order for PDC to effectively utilize the current MA-20-154, we request the single contract cap to be increased from \$1,500,0000 to \$2,000,000 and the single quote bid threshold increased from \$250,000 to \$400,000.

SH/mak

c: Martyn Klell, Deputy Director, Project Design and Construction Scott Loomis, Division Manager, Procurement PIMA COUNTY FACILITIES MANAGEMENT DEPARTMENT

**PROJECT:** JOB ORDER MASTER AGREEMENT:

REMODEL AND CONSTRUCTION SERVICES

**CONTRACTORS:** Barker Contracting, Inc.

2127 E Speedway Blvd, Tucson, AZ 85716

Chasse Building Team, Inc.

5115 N Oracle Rd. Tucson, AZ 85704

Core Construction, Inc.

3097 W Ina Rd. Tucson, AZ 85741

**Durazo Construction Corporation** 

P.O. Box 629 Tucson, AZ 85701

Kapp-Con Incorporated

4847 N Daisy Dawn Place, Suite 101

Tucson, AZ 85705

Kittle Design and Construction, LLC

2539 N Balboa Ave. Tucson, AZ 85705

Lloyd Construction Company, Inc.

2180 N Wilmot Rd. Tucson, AZ 85712

SD Crane Builders, Inc. 1901 E University Dr. #330

Mesa, AZ 85203

**MASTER** 

AGREEMENT NO.: MA-PO-20-154

AMENDMENT NO.: Seven (7)

FUNDING: Various Funds

 MASTER AGREEMENT TERM: 04/07/20 - 04/06/21
 ORIGINAL AMOUNT:
 \$ 2,500,000.00

 TERMINATION PRIOR AMENDMENT: 04/06/24
 PRIOR AMENDMENTS:
 \$ 21,000,000.00

TERMINATION THIS AMENDMENT: 04/06/24 AMOUNT THIS AMENDMENT:

**REVISED AMOUNT:** \$ 23,500,000.00

# MASTER AGREEMENT AMENDMENT

WHEREAS, COUNTY and CONTRACTORS entered into a Master Agreement (Agreement) for these services, as referenced above; and

WHEREAS, COUNTY has a continuing need for job order remodel and construction services; and

**WHEREAS,** COUNTY intends to increase the competition threshold and maximum individual job order threshold to address an increase in construction costs.

NOW, THEREFORE, it is agreed as follows:

1. CHANGE: ARTICLE 1 -BASIC TERMS, Paragraphs 4, 5 and 7, as follows:

FROM: "For projects less than \$250,000.00, and during emergency situations..."

"For projects of \$250,000.00 or more..."

"No individual Job Order may exceed \$1,500,000.00, including any change orders."

TO: "For projects less than \$400,000.00, and during emergency situations..."

"For projects of \$400,000.00 or more..."

"No individual Job Order may exceed \$2,000,000.00, including changes orders."

2. CHANGE: <u>EXHIBIT "C" SPECIAL CONDITIONS - MULTIPLE AWARD JOB ORDER CONTRACT, ARTICLE 1 - OVERVIEWS AND DEFINITIONS, Paragraph 2</u> as follows:

FROM: "The Contract Price for each Job Order shall not exceed \$1,500,000.00..."

TO: "The Contract Price for each Job Order shall not exceed \$2,000,000.00..."

3. CHANGE: <u>EXHIBIT "C" SPECIAL CONDITIONS - MULTIPLE AWARD JOB ORDER CONTRACT, ARTICLE 2 – JOB ORDER DEVELOPMENT, Paragraphs 1 and 3</u> as follows:

FROM: "For Projects less than \$250,000.00, and during emergency situations..."

"For Projects of \$250,000.00 or greater..."

TO: "For Projects anticipated to be valued \$400,000.00, or more..."

"For Projects of \$400,000.00 or greater..."

(Remainder of Page Intentionally Left Blank)

IN WITNESS WHEREOF, the Parties have affixe	ed their signatures to this Amendment on the dates written below.
PIMA COUNTY	CONTRACTOR
Chair, Board of Supervisors	Authorized Officer Signature
Date	Printed Name and Title
ATTEST:	Contractor Name
	Date
Clerk of the Board	
Date	

IN WITNESS WHEREOF, the Parties have affixed their signatures to this Amendment on the dates written below.

PIMA COUNTY

CONTRACTOR

Authorized Officer Signature

Riley Rasmussen, Project Director

Printed Name and Title

Barker Contracting, Inc.

Contractor Name

ATTEST:

09-27-2023

Date

Clerk of the Board

IN WITNESS WHEREOF, the Parties have affixed their signatures to this Amendment on the dates written below.

PIMA COUNTY	CONTRACTOR  Jeffrey Dupuis  Digitally signed by Jeffrey Dupuis DN: C=US, O=Chasse Building Team, CN-Leffrey Dupuis Date: 2023.09.27 13:47:05-07:00'
Chair, Board of Supervisors	Authorized Officer Signature
	Jeff Dupuis, Project Director
Date	Printed Name and Title
	Chasse Building Team
	Contractor Name
ATTEST:	0/07/00
	9/27/23
	Date
Clerk of the Board	
Date	

IN WITNESS WHEREOF, the Parties have affixed their sig	natures to his Ameriment on the dates written below.
PIMA COUNTY	CONTRACTOR
Chair, Board of Supervisors	Authorized Officer Signature
Date	Todd Steffen, President Printed Name and Title
ATTEST:	CORE Construction, Inc. Contractor Name  09/28/2023
Clerk of the Board	Date
Date	

IN WITNESS WHEREOF, the Parties have affixed their signatures to this Amendment on the dates written below.

PIMA COUNTY

Contractor

Authorized Officer Signature

Mario Durazo Jr., President
Printed Name and Title

Durazo Construction Corporation
Contractor Name

ATTEST:

9/27/2023

Date

Date

IN WITNESS WHEREOF, the Parties have affixed their signatu	res to this Amendment on the dates written below.
PIMA COUNTY	CONTRACTOR
Chair, Board of Supervisors	Authorized Officer Signature
	Nathan Kappler, President
Date	Printed Name and Title
	Kapp-Con Incorporated
	Contractor Name
ATTEST:	09/27/2023
	Date
Clerk of the Board	
Date	

All other provisions of the Agreement, not specifically changed by this Amendment, shall remain in effect and be binding upon the Parties.

IN WITNESS WHEREOF, the Parties have affixed their signatures to this Amendment on the dates written below.

PIMA COUNTY

Chair, Board of Supervisors

Authorized Officer Signature

Printed Name and Title

Contractor Name

ATTEST:

Clerk of the Board

This contract template has been approved as to form by the Pima County Attorney's Office.

Date

IN WITNESS WHEREOF, the Parties have affixed	d their signatures to this Amendment on the dates written below.
PIMA COUNTY	CONTRACTOR
Chair, Board of Supervisors	Authorized Officer Signature
	Sr. Project Manager
Date	Printed Name and Title
	Lloyd Construction Company, Inc.
ATTEST:	Contractor Name  10/4/2023  Date
Clerk of the Board	
Date	

PIMA COUNTY	heir signatures to this Amendment on the dates written below.
Chair, Board of Supervisors	Authorized Officer Signature
	Steve Crane President/CEC
Date	Printed Name and Title
ATTEST:	SD Crane Builders, Inc. Contractor Name
	10/02/2023 Date
Clerk of the Board	
Date	