ST. PETERSBURG CITY COUNCIL

Meeting of May 16, 2019

Report

TO: The Honorable Charles Gerdes, Chair, and Members of City Council

SUBJECT: A resolution accepting Addendum No. 5 in an amount not to exceed \$552,775 submitted by Skanska USA Building, Inc. ("Skanska") to the Guaranteed Maximum Price ("GMP") proposal dated November 17, 2017, for Pier Pavilion, Bait House and Sundry Shop Tenant Improvements; providing that the total GMP for the Pier Project shall not exceed \$41,211,812; authorizing the Mayor or his designee to execute the Seventh Amendment to the Construction Manager at Risk Agreement with a GMP between the City of St. Petersburg, Florida, and Skanska dated July 13, 2015, as amended, to incorporate Addendum No. 5 to the GMP proposal into such agreement, as amended; authorizing the City Attorney's office to make non-substantive changes to the Seventh Amendment; approving a transfer in the amount of \$552,775 from the unappropriated balance of the Downtown Redevelopment District Fund (1105) to the General Capital Improvement Fund (3001); authorizing a supplemental appropriation in the amount of \$552,775 from the increase in the unappropriated balance of the General Capital Improvement Fund (3001) resulting from the above transfer, for the construction of the Pier Pavilion, Bait House and Sundry Shop Tenant Improvements to the Pier Visioning Project (11988); and providing an effective date.

EXPLANATION: The City of St. Petersburg, Florida ("City) and Skanska USA Building, Inc. ("Skanska") executed the Construction Manager at Risk Agreement with a Guaranteed Maximum Price ("GMP") on July 13, 2015, for Skanska to provide preconstruction and construction phase services for the new St. Pete Pier™ Project. Following execution of the agreement, the City authorized Skanska to provide preconstruction phase services in an amount not to exceed \$490,000. On March 2, 2017, City Council approved a First Amendment for additional preconstruction services in an amount not to exceed \$381,200 for fabrication and delivery of twenty (20) test piles and two (2) overwater pile layout templates for a revised total Preconstruction Phase services fee of \$871,200. Skanska has completed the preconstruction phase services approved to date. On June 1, 2017 City Council approved the Second Amendment for the Partial GMP for the Marine Structural Work in the amount of \$17,579,847. On December 7, 2017, City Council approved the Third Amendment to incorporate the Final GMP in the amount of \$38,520,687. On August 2, 2018, City Council approved the Fourth Amendment to add \$55,000 in additional preconstruction services related to tenant improvements. On February 7, 2019 City Council approved the Fifth Amendment to add Addendum No. 1 in the amount of \$711,371 for the Tampa Bay Watch Discovery center tenant improvements and Addendum No. 2 in the amount of \$400,000 to increase the Owner's Contingency in the GMP. On April 18, 2019 City Council approved the Sixth Amendment to add Addendum No. 3 in the amount of \$174,150 for splash pad enhancement and Addendum No. 4 in the amount of \$852,829 for Pier Head building modifications.

Acceptance of Addendum No. 5 for the United Park Services tenant improvements to the Pavilion, Bait House and Sundry Shop in the amount not to exceed \$552,775 includes electrical, mechanical, plumbing systems, interior finishes and installation of kitchen equipment.

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A total of \$552,775 is being requested to be transferred from the funds authorized under the IRP Interlocal Agreement (Pier District Enhancements). A lease amendment will be brought forward at a later date for United Parks Services to reimburse the full cost of this work.

The summary of Pier GMP's to date is as follows:

Partial GMP No.1 for Marine Structure Partial GMP No.2 for Balance of the Work Final Base GMP Proposal Acceptance of Project Enhancements	\$ 17,579,847 \$ 18,098,487 \$ 35,678,334 \$ 2,842,353
Final GMP Proposal	\$ 38,520,687
Addendum No. 1 for TBW Discovery Center TI Addendum No. 2 for additional Owner's Contingency Addendum No. 3 for upgrades to the Splash Pad Addendum No. 4 for Pier Head building modifications Addendum No. 5 for Pavilion, Bait House and Sundry	\$ 711,371 (approved) \$ 400,000 (approved) \$ 174,150 (approved) \$ 852,829 (approved) \$ 552,775 (requested)
Revised Final GMP	\$ 41,211,812

Recommendation: Administration recommends City Council approve a resolution accepting Addendum No. 5 in an amount not to exceed \$552,775 submitted by Skanska USA Building, Inc. ("Skanska") to the Guaranteed Maximum Price ("GMP") proposal dated November 17, 2017, for Pier Pavilion, Bait House and Sundry Shop Tenant Improvements; providing that the total GMP for the Pier Project shall not exceed \$41,211,812; authorizing the Mayor or his designee to execute the Seventh Amendment to the Construction Manager at Risk Agreement with a GMP between the City of St. Petersburg, Florida, and Skanska dated July 13, 2015, as amended, to incorporate Addendum No. 5 to the GMP proposal into such agreement, as amended; authorizing the City Attorney's office to make non-substantive changes to the Seventh Amendment; approving a transfer in the amount of \$552,775 from the unappropriated balance of the Downtown Redevelopment District Fund (1105) to the General Capital Improvement Fund (3001); authorizing a supplemental appropriation in the amount of \$552,775 from the increase in the unappropriated balance of the General Capital Improvement Fund (3001) resulting from the above transfer, for the construction of the Pier Pavilion, Bait House and Sundry Shop Tenant Improvements to the Pier Visioning Project (11988); and providing an effective date.

COST/FUNDING/ASSESSMENT INFORMATION: Additional funding in the amount of \$552,775 will be available after approval of a transfer in the amount of \$552,775 from the unappropriated balance of the Downtown Redevelopment District Fund (1105) to the General Capital Improvement Fund (3001);

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and authorization of a supplemental appropriation in the amount of \$552,775 from the increase in the unappropriated balance of the General Capital Improvement Fund (3001) resulting from the above transfer to the Pier Visioning Project (ECID Project No. 09227-019; Oracle No. 11988) for construction of the Pavilion, Bait House and Sundry Shop tenant improvements.

ATTACHMENTS:

Resolution

GMP Addendums 5

APPROVALS:

Administrative

RESOLUTION NO. 2019-

A RESOLUTION ACCEPTING ADDENDUM NO. 5 IN AN AMOUNT NOT TO EXCEED \$552,775 SUBMITTED BY SKANSKA USA BUILDING, INC. ("SKANSKA") TO THE GUARANTEED MAXIMUM PRICE ("GMP") PROPOSAL DATED NOVEMBER 17, 2017, FOR PIER PAVILION, BAIT HOUSE AND SUNDRY SHOP TENANT IMPROVEMENTS: PROVIDING THAT THE TOTAL GMP FOR THE PIER PROJECT SHALL NOT EXCEED \$41,211,812; AUTHORIZING THE MAYOR OR HIS DESIGNEE TO EXECUTE THE SEVENTH AMENDMENT TO THE CONSTRUCTION MANAGER AT RISK AGREEMENT WITH A GMP BETWEEN THE CITY OF ST. PETERSBURG, FLORIDA, AND SKANSKA DATED JULY 13, 2015, AS AMENDED, TO INCORPORATE ADDENDUM NO. 5 TO THE GMP PROPOSAL INTO SUCH AGREEMENT, AS AMENDED: AUTHORIZING THE CITY ATTORNEY'S OFFICE TO MAKE NON-SUBSTANTIVE CHANGES TO THE SEVENTH AMENDMENT; APPROVING A TRANSFER IN THE AMOUNT OF \$552,775 FROM THE UNAPPROPRIATED BALANCE OF THE DOWNTOWN REDEVELOPMENT DISTRICT FUND (1105) TO THE GENERAL IMPROVEMENT FUND (3001);AUTHORIZING SUPPLEMENTAL APPROPRIATION IN THE AMOUNT OF \$552,775 FROM THE INCREASE IN THE UNAPPROPRIATED BALANCE OF THE GENERAL CAPITAL IMPROVEMENT FUND (3001) RESULTING FROM THE ABOVE TRANSFER, FOR THE CONSTRUCTION OF THE PIER PAVILION, BAIT HOUSE AND SUNDRY SHOP **TENANT** IMPROVEMENTS TO THE PIER VISIONING PROJECT (11988); AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, the City of St. Petersburg, Florida ("City") and Skanska USA Building, Inc. ("Skanska") entered into a Construction Manager at Risk Agreement with a Guaranteed Maximum Price ("GMP") on July 13, 2015, for Skanska to provide preconstruction and construction phase services for the new Pier; and

WHEREAS, following execution of the agreement, the City authorized Skanska to provide the preconstruction phase services in an amount not to exceed \$490,000; and

WHEREAS, on March 24, 2017, the City and Skanska executed the First Amendment for Skanska to provide additional preconstruction services which included fabrication and delivery of twenty (20) test piles and two (2) overwater pile layout templates in an amount not to exceed \$381,200 (for the total preconstruction phase costs not to exceed \$871,200); and

WHEREAS, on June 9, 2017, the City and Skanska executed the Second Amendment to incorporate the Partial GMP Proposal for the marine structural work in the amount of \$17,579,847 into the agreement, as amended; and

WHEREAS, on December 7, 2017, the City and Skanska executed the Third Amendment to incorporate the Final GMP Proposal in an amount not to exceed \$38,520,687 (which included (i) the Partial GMP Proposal – Marine Structural Work and the Partial GMP Proposal – Balance of the Work in the amount of \$18,098,487, which are collectively the base GMP for the project, and (ii) the GMP proposal for the addition of three pier enhancement elements {the Plaza Pavilion, the Enhanced Splash Pad, and the Additional Breakwater} in the amount of \$2,842,353) into the agreement, as amended, to revise the disadvantaged worker and apprentices provision to clarify good faith efforts and retainer, and to modify other necessary provisions; and

WHEREAS, on August 2, 2018, the City and Skanska executed the Fourth Amendment for Skanska to provide additional preconstruction phase services related to the Pier head building tenant improvements, education building tenant improvements, and pavilion tenant improvements for an amount not to exceed \$55,000, and to revise the project schedule; and

WHEREAS, on February 7, 2019, the City and Skanska executed the Fifth Amendment to increase the GMP by an additional \$1,111,371 for construction of the Tampa Bay Watch Discovery Center tenant improvements and to increase the owner's contingency and to further revise the project schedule; and

WHEREAS, on April 19, 2019, the City and Skanska executed the Sixth Amendment to increase the GMP by an additional \$1,026,979 for (i) upgrades to the interactive control system for the Pier splash pad and (ii) the Pier head building back of house and core & shell modifications; and

WHEREAS, the City and Skanska desire to execute the Seventh Amendment to increase the GMP by an additional \$552,775 for Pier Pavilion, Bait House and Sundry Shop Tenant Improvements (for a total GMP for the Pier Project not to exceed \$41,211,812).

NOW THEREFORE, BE IT RESOLVED by the City Council of the City of St. Petersburg, Florida, that Addendum No. 5 in an amount not to exceed \$552,775 submitted by Skanska USA Building, Inc. ("Skanska") to the Guaranteed Maximum Price ("GMP") proposal dated November 17, 2017 for Pier Pavilion, Bait House and Sundry Shop Tenant Improvements is hereby accepted.

BE IT FURTHER RESOLVED that the total GMP for the Pier Project shall not exceed \$41,211,812.

BE IT FURTHER RESOLVED that the Mayor or his designee is authorized to execute the Seventh Amendment to the Construction Manager at Risk Agreement with a GMP between the City of St. Petersburg, Florida, and Skanska dated July 13, 2015, as amended, to incorporate Addendum No. 5 to the GMP proposal into such agreement, as amended.

BE IT FURTHER RESOLVED that the City Attorney's Office is authorized to make non-substantive changes to the Seventh Amendment.

BE IT FURTHER RESOLVED that there is hereby approved the following transfer for FY19:

<u>Downtown Redevelopment District Fund (1105)</u> Transfer to: General Capital Improvement Fund (3001)

\$552,775

BE IT FURTHER RESOLVED that there is hereby approved from the increase in the unappropriated balance of the General Capital Improvement Fund (3001), resulting from the above transfer, the following supplemental appropriation for FY19:

General Capital Improvement Fund (3001) Pier Visioning Project (11988)

\$552,775

This resolution shall become effective immediately upon its adoption.

Approvals:

City Attorney (Designee) 00446214

Brejesh Prayman, P.E., ENV SP

Engineering and Capital Improvements Director

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