

May 4, 2022

To: Mayor Jerry L. Demings

-AND-

**County Commissioners** 

Carrie Mathes, CFCM, NIGP-CPP, CPPO, C.P.M., Manager II,

**Procurement Division** 

Contact: Sara Flynn-Kramer, Manager II, Capital Projects Division

407-836-0048

Subject: Ratification of Change Order No. 1, Contract Y22-715-RC, Orange County

Fire Station #44 Replacement

# ACTION REQUESTED:

Ratification of Change Order No. 1, Contract Y22-715-RC, Orange County Fire Station #44 Replacement, with Mulligan Constructors, Inc., in the amount of \$568,308, for a revised lump sum contract amount of \$5,449,256.

### PROCUREMENT:

This change order will cover additional expenses and services to complete the project due to market volatility. This project is located in District 1.

## **FUNDING**:

Funding is available in account number 1046-034-0805-6210.

#### APPROVALS:

The Capital Projects Divisions concurs with this recommendation.

# REMARKS:

The Board authorized award of Invitation for Bids Y22-715-RC to Mulligan Constructors, Inc. on March 8, 2022, for construction of a new two-bay prototype fire station with site adaptation. The proposed building would accommodate two apparatus bays, apparatus bay support areas, along with general facility functions such as kitchen, dining, dormitory, restrooms, and showers, with equipment/utility/support spaces also included. There is a site wall around the perimeter of the property and traffic signalization.

This change order will cover material price escalations. Nationally, there has been an average of 25% increase in project costs that translate into higher bid prices. This is substantiated by the Associated General Contractors 2021 Construction Inflation Alert report dated September 2021 which shows the drastic price increase metrics the past 12+ months. The factors affecting construction prices include the pandemic, shortage of labor, and supply chain issues causing long lead time delays and material shortages.