

PASCO COUNTY, FLORIDA
INTEROFFICE MEMORANDUM

TO: Honorable Chairman and
Members of the Board of
County Commissioners

DATE: 3/11/08

FILE: UTD08-780

THRU: Bruce E. Kennedy, P.E.
Assistant County Administrator
(Utilities Services)

SUBJECT: Shady Hills Wastewater Treatment
Plant Facility Expansion Project;
Owner Direct Purchases
(PCU02-095.00)

FROM: A. Glenn Greer, P.E.
Utilities Engineering Director

REFERENCES: Comm. Dist. 2
Bid No. 07-093

It is recommended that the data herein presented be given formal consideration by the Board of County Commissioners (BCC).

DESCRIPTION AND CONDITIONS:

On September 11, 2007, the BCC approved the award of the Shady Hills Wastewater Treatment Plant, Facility Expansion Project, to Brasfield and Gorrie, LLC (B&G), at a cost of \$72,073,000.00.

The construction contract documents provided provisions entitling the County to directly purchase construction materials for the project, thereby reducing the total cost of the project by the sales tax savings amount. On January 22, 2008, the BCC issued Change Order No. 1 to B&G approving the first direct purchase of materials and equipment from certain suppliers and authorizing that purchase orders be issued to that effect.

Recently, B&G discovered that, due to an oversight, some of the information it had provided regarding the purchase orders was erroneous, as described in the letter dated March 7, 2008 (attached). This resulted in the issuance of incorrect purchase orders by the County. These oversights were caused by misunderstandings between the contractor and the representatives of the various suppliers.

The Engineer of Record, King Engineering Associates, Inc., has recommended that two of the previously approved and issued purchase orders be amended (reduced) and that three new purchase orders be issued so that these construction materials can be procured for the project. The proposed changes will not increase or decrease the total Owner Direct Purchase amounts, the tax savings the County will realize, or the construction contract amount, and only serves to reallocate the proper amounts to the actual suppliers of the materials. All of the suppliers concur with the proposed changes as follows:

1. Reduce Purchase Order No. 000144874, issued to Fluid Control Specialties, Inc., from \$879,813.00 to \$51,087.00.
2. Issue a new purchase order in the amount of \$123,262.00 to:

Bermad, Inc.
c/o Fluid Control Specialties, Inc.
Attention Mike McCurdy
2716 North Financial Court
Sanford, FL 32773
Telephone (407) 302-5611
Federal ID No. 94-2387732
3. Issue a new purchase order in the amount of \$705,464.00 to:

Sartell Valves, Inc.
c/o Fluid Control Specialties, Inc.
Attention Mike McCurdy
2716 North Financial Court
Sanford, FL 32773
Telephone (407) 302-5611
Federal ID No. 20-10967748

4. Reduce Purchase Order No. 000144889, issued to Roberts Leotech, Inc., from \$662,836.00 to \$245,000.00.
5. Issue a new purchase order in the amount of \$417,836.00 to:

Carbon Enterprises, Inc. (CEI)
Attention Rick Ciminello
28205 Scippo Creek Road
Circleville, OH 43113
Telephone (800) 344-5770
Federal ID No. 31-1588021
6. Change Purchase Order No. 000144871 to correct the corporation name to:

Keller-Angelillis Design & Manufacturing, Inc.
Attention Moran Angelillis
655 San Christopher
Dunedin, FL 34698
Telephone (727) 733-4111
Federal ID No. 30-0447787

ALTERNATIVES AND ANALYSIS:

1. Approve the reduction in the amounts of two existing purchase orders, the issuance of three new purchase orders, and the change of an existing purchase order for the above-listed suppliers as described above.
2. Deny the proposed changes to the current purchase orders and the issuance of new purchase orders for the above-listed suppliers as described above.

RECOMMENDATION AND FUNDING:

The Utilities Construction and Contract Management Department recommends that the BCC approve Alternate No. 1 and authorize the reduction in the amounts of two existing purchase orders, the issuance of three new purchase orders, and the corporate name change to one existing purchase order.

There is no change in funding as a result of this action.

ATTACHMENTS:

1. Letter from King Engineering Associates, Inc.
2. Letter from Brasfield and Gorrie, LLC
3. Direct Purchase Vendor Proposals

AGG/SLR/ut/brasf01co1