Staff Report

Subject:	Hodgeville Road Fire Station #15 change order #3 – Assignment of
	Building Construction to Site work Contractor Marsh Construction
Author:	Eric Larson, Asst. County Manager
Department:	Engineering
Meeting Date:	April 19, 2022
Item Description:	Approve a change order for Marsh Construction to construct the building and finishes to the Hodgeville Road Fire Station #15 project.

Summary Recommendation:

On March 1, 2022, Savannah Construction and Preservation, the general contractor for the fire station building construction, informed the County they intend to default on the project due to the denial of the change order for steel cost increase presented to the Board of Commissioners on February 15, 2022. Marsh Construction, the site general contractor, has submitted a proposal to assume the building component of the project to finish it. Their cost to complete the building is \$704,818.00.

Executive Summary/Background:

- Savannah Construction and Preservation original contract is \$472,019.00. Work completed to date is \$201,765.42. They have surrendered retainage in the amount \$23,468.38 that was never paid out.
- Marsh Construction original contract is \$215,097.34.
- Cost added to Marsh for previous change orders is \$39,965.12.
- New contract amount with Marsh Construction, including this change order is \$959,880.46.
- Original total contracted price, with approved change orders, was \$727,081.46. New total cost will be \$1,161,645.88
- Original completion date, amended by change order #1 was July 15, 2022.
- New completion date is unknown, pending approval of this change order.

Alternatives for Commission to Consider

1 - Approve change order #2 to Marsh Construction in the amount of \$704,818.00 to complete the Hodgeville Road Fire Station #15 site and building.

2 – Take no action / Deny – The County will have to re-bid the building contract. This will also delay completion of the project.

Recommended Alternative: Alternative 1

Other Alternatives: Alternative 2

Department Review: Engineering, Finance, County Attorney **Funding Source:** SPLOST.

Attachments:

- 1. Cost proposal from Marsh Construction
- 2. Letter from Savannah Construction and Restoration