

# **ITEM SUMMARY**

MEETING DATE: April 15, 2024

FROM: Monica Powery, Director, Purchasing

SUBJECT: Bid No. 24-006 Chickasaw Road Replacement and L-11 Canal Piping -Addendum

## BACKGROUND

On January 8, 2024 The City of Greenacres entered into an agreement with MJC Land Development, LLC for Bid No. 24-006 Chickasaw Road Replacement and L-11 Canal Piping. The City awarded MJC Land Development, LLC for the base bid amount of \$2,910,212.00 and alternate amount of \$616,007.50 which was contingent upon funding from the developer. Discussions with the developer are ongoing but in an effort to keep the project on target the city has identified available funding to cover the alternate portion of the project if required. Negotiations with the developer are still in progress. However, to ensure the project stays on schedule, the City has identified available funding to cover the alternate portion if necessary.

## ANALYSIS

The bid alternate entails extending Chickasaw Circle approximately 350 feet westward. This expansion is crucial for enabling future development beyond the current terminus of Chickasaw Road, providing essential access to the property. Without the City's intervention to pipe the Canal and extend the road, the property would probably remain undeveloped and vacant.

The Lake Worth Drainage District has expressed support for this project addition. However, they have noted that if the extension were to be undertaken independently by a developer at a later date, separate from this project, approval from the Lake Worth Drainage District board might not be guaranteed.

#### FINANCIAL INFORMATION

Funds are budgeted in Capital Improvement Program 305-40-42-63-12 (CIP 305-233).

#### LEGAL

The recommendation for award is in accordance with the requirements of City policies and procedures.

## STAFF RECOMMENDATION

Staff recommends that the City Council approve the addendum to allocate City funds for up to \$616,007.50, as needed, to cover the expenses associated with the bid alternate.