

**PALM BEACH COUNTY
BOARD OF COUNTY COMMISSIONERS
AGENDA ITEM SUMMARY**

Meeting Date: September 15, 2020

Consent Regular
 Workshop Public Hearing

Submitted By: Department of Airports

I. EXECUTIVE BRIEF

Motion and Title: Staff recommends motion to:

- (A) **Receive and file** Federal Aviation Administration (FAA) Grant Agreement Number 3-12-0085-064-2020 in the amount of \$1,322,977 for Terminal Improvements – Escalator Rehabilitation/Replacement (3) at Palm Beach International Airport (PBI);
- (B) **Approve** a Budget Amendment of \$1,322,977 in the Airport’s Improvement and Development Fund to recognize the receipt of grant funding from the FAA and to recognize Passenger Facility Charge (PFC) funds of \$7,209,953. Appropriate \$5,291,237 of PFC funds for project costs, and the remaining \$1,918,716 PFC funds will replace previously appropriated local funds, which will replenish reserves and budget additional project costs of \$6,614,214;
- (C) **Approve** a Budget Transfer in the Airport’s PFC Fund in the amount of \$7,209,953 for the project cost of \$5,291,237; and \$1,918,716 to replenish reserves for funds previously appropriated to the project; and
- (D) **Approve** Amendment No. 4 to the Construction Manager (CM) at Risk Contract (Contract) with The Morganti Group, Inc. (MGI) for CM at Risk Services for Airport Improvements for Palm Beach County Department of Airports (Department) in the amount of \$8,145,981 and 907 Calendar Days for Work Order MC 15: Terminal Escalator Replacement at PBI.

Summary: This grant begins August 3, 2020 and expires on August 2, 2024. This grant does not require a local match for the project. Delegation of authority for execution of the above standard form Grant Agreement was approved by the BCC on October 3, 2006 (R-2006-2086).

The CM at Risk Contract with MGI was approved by the Board on January 15, 2019 (R-2019-0042). The Contract is for 2 years with 3 one (1) year renewal options for CM at Risk Services for Airport Improvements for the Department. MGI is a Danbury, Connecticut, based firm; however, the work will be directly managed by their southeast regional office in Palm Beach County. The contract value to date is \$4,762,440. Approval of Amendment No. 4 in the amount of \$8,145,981 and 907 Calendar Days will enable MGI to complete Work Order MC 15: Terminal Escalator Replacement at PBI. A Disadvantaged Business Enterprise (DBE) goal of 12% was established for this contract. DBE participation for this project is 30%. **Countywide (AH)**

Background and Justification: The majority of the escalators throughout the terminal were manufactured and installed in 1987 as part of the original terminal construction. An assessment was completed on the condition of the equipment in 2014 and updated in 2019. As a result of the investigation it was determined that eleven (11) escalators require replacement and three (3) that were installed in 1998 and 2005 can be repaired. Due to the anticipated impacts to the passengers in the terminal, the phasing of the project at the time of design and bid required a construction duration of 907 Calendar Days. Based on the reduced passenger levels currently being experienced at PBI due to the effects of the pandemic, it may be possible to modify the phasing of the project in an effort to compress the construction schedule following award resulting in savings in the construction management costs. These savings will be determined throughout the course of the project depending on areas of work as well as the level of passenger traffic within the facility. Builder’s Risk Insurance for this work will be provided by the Contractor prior to start of construction.

Attachments:

- 1. FAA Grant Agreement – (1) Original Copy w/Grant Application
- 2. Budget Amendment
- 3. Budget Transfer
- 4. Amendment No. 4 to CM at Risk Contract with MGI (w/Contract History) – (3 originals)
- 5. DBE Goal Information

Recommended By: *[Signature]* Department Director 8-19-20 Date

Approved By: *[Signature]* County Administrator 9/2/2020 Date

II. FISCAL IMPACT ANALYSIS

A. Five Year Summary of Fiscal Impact:

Fiscal Years	2020	2021	2022	2023	2024
Capital Expenditures	\$6,614,214	_____	_____	_____	_____
Operating Costs	_____	_____	_____	_____	_____
External Revenues (Grants)	(\$1,322,977)	_____	_____	_____	_____
Program Income (County)	_____	_____	_____	_____	_____
In-Kind Match (County)	_____	_____	_____	_____	_____
NET FISCAL IMPACT	\$5,291,237	=====	=====	=====	=====
# ADDITIONAL FTE POSITIONS (Cumulative)	_____	_____	_____	_____	_____

Is Item Included in Current Budget? Yes _____ No X
 Does this item include the use of federal funds? Yes X No _____

Budget Account No: Fund 4111 Department 121 Unit A348-447 Object 6504
 Reporting Category _____

B. Recommended Sources of Funds/Summary of Fiscal Impact:

(M)

Approval of this item will result in receipt of \$1,322,977 in grant funding from the FAA and PFC funds of \$7,209,953. Project costs will be increased by \$6,614,214; \$1,918,716 is in the current budget for a total project of \$8,532,930. PFC funds of \$5,291,237 will be appropriated for the project costs, and \$1,918,716 will replace previously local funds budget.

C. Departmental Fiscal Review: [Signature]

III. REVIEW COMMENTS

A. OFMB Fiscal and/or Contract Development and Control Comments:

[Signature] 8/20/2020
 OFMB [Signature] 8/20

[Signature] 8/27/2020
 Contract Dev. and Control
 8-27-20 TW

B. Legal Sufficiency:

[Signature] 9-1-2020
 Assistant County Attorney

C. Other Department Review:

 Department Director

REVISED 11/17

(THIS SUMMARY IS NOT TO BE USED AS A BASIS FOR PAYMENT)