

To: Board of Education

From: Tony Barron, executive director, facilities & operations

Re: Amendment to Construction Management Contract – KBS Constructors, Inc.

Date: February 22, 2018

Background:

At its May 5, 2017 meeting, the Board of Education approved a resolution authorizing the District to enter into a Lease Purchase Agreement for the purpose of financing the acquisition, construction, installation, extension, remodeling/improvements and equipping of new and existing facilities up to the amount of \$5,979,600 (4,850,000 estimated principal plus \$1,129,600 estimated interest).

At its June 12, 2017 meeting, the Board of Education approved a Construction Manager At-Risk (CMAR) services agreement with KBS Constructors, Inc. for construction of a warehouse, facilities and operations office space along with renovation and demolition of existing buildings located at 711 E. 23rd Street.

At its September 11, 2017 meeting, the Board of Education approved a contract in the amount of \$5,334,165 (\$4,850,000 lease project fund plus \$484,615 capital outlay fund). As construction proceeds on this project, design and technology change costs have been identified and are coming to the Board for approval.

Current Contract Sum	\$5,334,165
Capital Outlay	<u>69,352</u>
<b>New GMP Amount</b>	<b>\$5,403,517</b>

Recommendation:

Administration recommends board approval of the amended construction management at-risk services contract with KBS Constructors, Inc. for construction of a warehouse and facilities and operations building located at 711 E. 23<sup>rd</sup> Street in the amount of \$69,352 to be paid from the Capital Outlay Fund.

Motion:

"I move the Board of Education approve the amended construction management at-risk services contract with KBS Constructors, Inc. for construction of a warehouse and facilities and operations building located at 711 E. 23<sup>rd</sup> Street in the amount of \$69,352 to be paid from the Capital Outlay Fund."