



Agenda Item Request Form

ITEM: Consideration of Approval of **Change Order #2** for the Bollards and Pad Eyes Project to Eastern Shipbuilding Group Inc. (ESG) in the amount of **\$369,743.00** in accordance with Change Order #2 (See Attached) **approved and recommended by DRMP (CEI** for City of Panama City). This Change Order is incorporated in the Triumph Gulf Coast Grant.

Background Information: The City of Panama City (City) entered into a Grant Award Agreement (Grant) with Triumph Gulf Coast, Inc. (Triumph) and the Eastern Shipbuilding Group, Inc. (ESG) on August 1, 2019. This Grant is to provide funding for the infrastructure improvements including platens, dredging, bulkhead installations, launch ways, equipment and warehouse facilities on an easement owned by the City.

In accordance with a previous Agenda Item Request (AIR), dated 01/05/2022 the City approved a contract and scope vetted by DRMP for ESG to provide installation of bollards and pad eyes for \$599,884.00. In accordance with the attached **DRMP approves this CO #2 for ESG to provide the additional demolition of an existing office building to complete installation of the bollards.**

DEPARTMENT HEAD RECOMMENDATION: Tim McGuffin – Director PMO,
Recommends award of Change Order # 2 in the amount of **\$369,743.00** to Eastern Shipbuilding Group Inc.

Budget Impact: None

Budgeted? Yes: No: How Much budgeted? Click here to enter text.

If more, where do you suggest funds come from?

Reimbursement from the Triumph Gulf Coast Grant

Cost Center Affected: Click here to enter text.

Personnel \$ Click here to enter text.

Operating \$ Click here to enter text.

Capital \$ Click here to enter text.

Revenue \$ Click here to enter text.



Requested By: Tim McGuffin – Director PMO

Date: 4/6/2022

A handwritten signature in blue ink, appearing to be "Tim McGuffin".

Request for Variation Order (VO)			
Project System Name:	PC22-004 INSTALLATION OF BOLLARDS AND PAD EYES AT NELSON STREET SHIPYARD BULKHEAD		
	Office Demo		
		Hull Change Order #	PC22-004 2
Requested By:	City of Panama City		
Contractor	Eastern Shipbuilding Group, Inc		
Reason for Change:	In order to drive pilings for two bollard locations the building has to be demo'ed		
Present Condition:	N/A		
Proposed Change:	Demo Office and excavate area prior to driving concrete piles for two Bollard locations		
	Demo Office and slab		
	Red iron to be disassembled loaded for transportation		
	Excavating and moving dirt/material from location		
	Granite removal/ reinstallation on berm and sod		
	Remove sheet pile and steel cap from office stormwater pond		
	Remove existing electrical gear and transformer pad		
	Total Labor and Material Cost		\$369 743.00
Schedule Impact	N/A		
<p>This form is to be used for all work that is performed beyond the scope of the contract specifications and drawings.</p> <p>This Variation Order shall constitute a full and final resolution, settlement and accord and satisfaction with respect to all costs and time associated with the work described herein. Costs are defined to include all direct and indirect labor costs, all material and equipment costs and all impact cost related to and/or occasioned by the performance of this work described herein. Taxes, insurance, bonds are excluded. All other terms and conditions of the agreement remain in full force effect.</p>			

ACTION:

- **Signature** _____
- **Approved by (Shipyards PM)**  4/6/22
- **Approved By Owner: Signature**  4-6-22
- **Approved By Engineer: Signature** **Ben Faust** Ben Faust
I am approving this document
2022.04.08 07:38:34 -05'00'
- **Approved By City of Panama City: Signature** _____

PRINCIPALS

Lawrence L. Smith, Jr.
Donaldson K. Barton, Jr.
Glenn J. Lusink
Jon S. Meadows
Mark D. Prochak
Mark E. Puckett

April 6, 2022

Mr. Tim McGuffin
Director, Project Management Office
City of Panama City, Florida
501 Harrison Avenue, Panama City, FL 32401

Subject: PC 22-004 Installation of Bollards and Padeyes
Change Order #2 Request – Recommendation Letter

Dear Mr. McGuffin:

The City of Panama City (City) has executed a contract (PC22-004) with Eastern Shipbuilding Group for installation of bollards and padeyes at the Nelson Street Shipyard. DRMP, via task under a continuing professional services agreement with the City, is providing owner's representation construction administration services for the project to include review of contract bid documents, bid award recommendation, independent assurance of contractor shop drawings and construction engineering and inspection (CEI) services. The intent of this letter is to document DRMP's review of a requested Change Order #2 for the subject project and to make a recommendation to the City regarding the request.

DRMP has conducted a review of the Change Order #2 documentation prepared by Eastern Shipbuilding Group dated April 5, 2022. The Change Order is requested by Eastern Shipbuilding Group to provide for certain previously unforeseen demolition and excavation activities required for ongoing and future ship building operations. The work entails demolition of and office building and slab with the red iron to be disassembled and loaded for transportation and excavating and moving dirt/material from the bollard installation locations. Also includes granite removal and reinstallation of berm and sod, remove of sheet pile and steel cap from office stormwater pond, and the removal of existing electrical gear and transformer pad.

DRMP has reviewed and approved (signed) the CO #2 documentation. Therefore, DRMP recommends the City approve of the requested Change Order in the total amount of \$369,743.00.

Sincerely,



Ben C. Faust, P.E.
Project Engineer

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