



**CITY OF FORT LAUDERDALE
City Commission Agenda Memo
REGULAR MEETING**

#16-0052

TO: Honorable Mayor & Members of the
Fort Lauderdale City Commission

FROM: Lee R. Feldman, ICMA-CM, City Manager

DATE: January 20, 2016

TITLE: Motion to Approve Additional Expenditures for Demolition Services – The
BG Group, LLC - \$123,749

Recommendation

It is recommended that the City Commission approve additional expenditures for demolition services from The BG Group, LLC (The BG Group) in the amount of \$123,749.

Background

On March 19, 2013, the City Commission approved the award of a two-year contract for demolition services to The BG Group (CAM 13-0350). The motion was approved with two one-year renewal options contingent upon appropriation of funds.

On September 15, 2015, the City exercised the first option to renew with a value of \$113,913 which will expire on March 18, 2016. To date, a total of \$105,162 has been spent leaving a balance of \$33,751 through March 2016.

The Unsafe Structures Board (USB) has the authority to secure properties in the City by ordering repairs or the demolition of a structure. As the order to demolish a property is determined on a case-by-case basis, estimates vary from year to year.

To provide reasonable assurance that adequate funds are available, as demolitions are ordered by the USB, the Department of Sustainable Development (DSD) is requesting additional spending capacity of \$123,749 for these services. A change order in the amount \$25,000 was administratively approved, increasing the contract value to \$138,913. The Procurement Services Division has reviewed this request and has determined that it is consistent with the original solicitation.

The need for additional expenditures is based on three variables:

- An increase in orders for demolition of structures by the USB.

- An increase in overall service delivery resulting from ongoing code compliance improvements, a Commission Annual Action Plan priority since Fiscal Year 2013, currently in Phase III for Fiscal Year 2016.
- Proposed changes to the Uninhabitable Structures Ordinance.

Should these additional funds be approved, the total cumulative contract value will be \$262,662. DSD's FY 2016 budget for demolition services is \$315,000.

Resource Impact

There will be a current year fiscal impact to the City in the amount of \$123,749.

<i>Funds available as of January 6, 2016</i>					
ACCOUNT NUMBER	INDEX NAME (Program)	CHARACTER CODE/ SUB-OBJECT NAME	AMENDED BUDGET (Character)	AVAILABLE BALANCE (Character)	AMOUNT
140-DSD034002-3225	Building Permits	Services/Demolitions	\$2,958,192	\$2,596,783	\$123,749
TOTAL ►					\$123,749

Strategic Connections

This is a *Press Play Fort Lauderdale Strategic Plan 2018* initiative, included within the Neighborhood Enhancement Cylinder of Excellence, specifically advancing:

- Goal 5: Be a community of strong, beautiful, and healthy neighborhoods.
- Objective 2: Enhance the beauty, aesthetics, and environmental quality of neighborhoods.

This item also advances the *Fast Forward Fort Lauderdale 2035 Vision Plan: We Are Ready*.

Prepared by: Ginah Joseph, Finance
 Linda Blanco, Finance

Department Directors: Jenni Morejon, Sustainable Development
 Kirk Buffington, Finance