

**INDIAN RIVER COUNTY
OFFICE OF MANAGEMENT AND BUDGET
PURCHASING DIVISION**

DATE: May 9, 2022

TO: BOARD OF COUNTY COMMISSIONERS

THROUGH: Jason E. Brown, County Administrator
Kristin Daniels, Budget Director

FROM: Jennifer Hyde, Purchasing Manager

SUBJECT: First Extension and Second Amendment to Agreement for Annual Lift Station Rehabilitation (Bid 2019047)

BACKGROUND:

The Board of County Commissioners awarded bid 2019047 to Hinterland Group, Inc., on June 4, 2019, for as needed rehabilitation of lift stations and other appurtenances at wastewater facilities. On September 17, 2019, the first amendment to the agreement was approved, appending the items of work.

DISCUSSION:

The initial term of the agreement will end on June 2, 2022. Staff would like to extend the agreement for the available two-year period, and the contractor is willing to do so, pending approval of an increase to unit pricing, in accordance with the CPI Index.

The agreement also requires amendment to incorporate changes to Florida Statute, as well as federal contract terms that would be required in the event the agreement is utilized following a disaster, or other federally-funded grant work.

The calculations showing the change in the Consumer Price Index for All Urban Consumers (CPI-U), South Area are shown below.

CPI Index at time of Bid (March 2019)	Current CPI Index (March 2022)	Change (100% multiplier)	Prior total item award	Updated total item price
245.554	278.598	13.46%	\$453,351.00	\$514,372.04

SOURCE OF FUNDS:

The amendment increases the total award amount to Hinterland Group, Inc. from \$453,351.00 to \$514,372.04. The second lowest responsive bid submitted on April 30, 2019, was \$521,719, and did not include the 17 additional items added to the agreement in September of 2019. The award

amount is the total cost of each item contemplated in the agreement, and does not reflect total anticipated annual expenditure.

The department estimates \$500,000 total cost per fiscal year on lift station rehabilitation work. Funds are available in the Utilities/Wastewater Collection/Lift Station Rehabilitation account (47126836-044699-19512) in the Utilities operating fund. Operating funds and are generated from water and sewer revenues.

Account Name	Account Number	Current Amount Available
Utilities/Wastewater Collection/Lift Station Rehabs	47126836-044699-19512	\$209,748

RECOMMENDATION:

Staff recommends the Board approve the first extension and second amendment to the agreement, and authorize the Chairman to execute it after the County Attorney has approved it as to form and legal sufficiency.

ATTACHMENTS:

First Extension and Second Amendment to Continuing Contract Agreement for Lift Station Rehabilitation Services