

COMMUNICATION

File No. 11-1845

TO: COUNCIL OF THE CITY OF LOS ANGELES

**FROM: COUNCILMEMBER MITCHELL ENGLANDER, CHAIR
PUBLIC SAFETY COMMITTEE**

COMMUNICATION FROM CHAIR AND MEMBER, PUBLIC SAFETY COMMITTEE relative to proposed Amendment No. 2 to Contract No. C-102634 with Lend Lease (US) Construction, Inc. (Lend Lease; formerly known as Bovis Lend Lease, Inc.) for program and construction management for the Proposition F- Fire/Paramedic, Air Operations Facilities.

Recommendation for Council action:

APPROVE and AUTHORIZE the President or two members of the Board of Public Works (Board) to execute Amendment No. 2 to Contract No. C-102634 with Lend Lease to extend the contract term for five years through October 1, 2017 in an amount not to exceed \$21,200,000, subject to review of the City Attorney.

Fiscal Impact Statement: The CAO reports that the proposed amendment extends the term of Contract No. C-102634 with Lend Lease with no fiscal impact on the General Fund. The maximum compensation of \$21.2 million for these services are paid by the Proposition F General Obligation Bond.

Community Impact Statement: None submitted.

SUMMARY

On November 18, 2011, the Chair and one member of the Public Safety Committee considered an October 21, 2011 CAO report relative to proposed Amendment No. 2 to Contract No. C-102634 with Lend Lease for program and construction management for the Proposition F- Fire/Paramedic, Air Operations Facilities. According to the CAO, in November 2000, the voters approved Proposition F, which authorized the issuance of \$532.6 million in General Obligation Bonds to finance the construction of eight animal shelters and 20 fire facilities throughout the City. Of the \$532.6 million approved by the voters, \$378.5 million was approved for fire facilities. Lend Lease, formerly known as Bovis Lend Lease, Inc., was originally selected through a request-for-proposals (RFP) process in 2001. Subsequently, in January 2002, Council approved a contract with Bovis (Council File No. 01-2526) for a term through October 1, 2006 with two one-year renewal options with a contract ceiling of \$13.3 million. In March 2008, Council approved the first amendment to the contract with the contractor through October 1, 2012 and increased the contract ceiling amount by \$4.56 million, to \$17.86 million (Council File No. 08-0484).

The Bureau of Engineering (BOE) now requests to extend the contract five years, through October 1, 2017 and to increase the contract ceiling by \$3.34 million, to \$21.2 million. The purpose of the contract is to provide Program Management/Construction Management (PM/CM) to the Fire Facilities Bond Program.

As PM/CM consultants, Lend Lease has six primary support duties as follows:

1. Program Management Support-Developing a program delivery strategy to streamline and/or speed the design and construction process.
2. Program Management Control Systems-Developing a program-wide work breakdown structure to provide a common means of coding and defining individual projects and cost categories; reviewing and validating original budget and schedule assumptions; developing and maintaining a master program schedule summarizing key design, approval, bid, construction and occupancy milestones for projects; and, preparing independent construction cost estimates from schematic design to design development through to construction documents.
3. Design Management Support-Assisting in the update of existing City design guidelines; and, performing reviews of design documents at specific milestones to provide constructability and value engineering comments.
4. Construction Management Support-Developing a construction document tracking system to track and record all construction management activities; assisting in the bidding of construction contracts; and, developing a change order tracking system.
5. Post Occupancy Support-Assisting in resolving any post-occupancy problems related to construction and building systems; and, providing construction support for resolving minor construction-related problems.
6. Program Management Plan-Assisting in the creation of a program management plan to define roles and responsibilities of each of the stakeholders, define the goals and objectives for the Bond Program.

After further consideration, the Committee Chair moved to recommend approval of the recommendations as contained in the October 21, 2011 CAO report and detailed in the above recommendations. This matter is now forwarded to Council for its consideration.

Respectfully submitted,

COUNCILMEMBER MITCHELL ENGLANDER, CHAIR
PUBLIC SAFETY COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
ENGLANDER:	YES
PERRY:	ABSENT
KREKORIAN:	ABSENT
ZINE:	YES

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Not Official Until Council Acts