March 17, 2022

<u>22-095</u>	APPROVE INCREASE IN GUARANTEED MAXIMUM PRICE TO MORTENSON CONSTRUCTION COMPANY FOR THE OREGON MANUFACTURING AND INNOVATION CENTER (OMIC) IN SCAPPOOSE
PREPARED BY:	John MacLean, Finance and Procurement Manager, Planning and Capital Construction
FINANCIAL RESPONSIBILITY:	Linda Degman, Director, Planning and Capital Construction
APPROVED BY:	Eric Blumenthal, Vice President, Finance and Administration Mark Mitsui, President
STRATEGIC THEME:	Enterprise: Cultivate a long-term sustainable college enterprise
REPORT:	On May 17, 2018, through BA 18-112, the Board approved awarding a contract for Progressive Design Build Services for the Oregon Manufacturing and Innovation Center (OMIC) to Mortenson Construction.
	On October 24, 2019, through BA 20-058, the Board approved entering into an Guaranteed Maximum Price (GMP) with Mortenson Construction for up to \$19,694,914.
	An increase to the GMP is now required to meet PCC requested design changes including changes to the welding program area, installation of an additional bridge crane, and the moving of equipment installation to the CM/GC instead of being directly contracted by PCC.
	To meet these needs the GMP will be increased by \$2,567,586 to a new GMP total of \$22,279,244
	P&CC staff have reviewed the increase and confirm that it is covered by the project budget including owner contingency.
RECOMMENDATION:	That the Board of Directors approve increasing the Guaranteed Maximum Price presented by Mortenson Construction for the OMIC project to \$22,279,244. Funding is from the 2008 & 2017 Bond Programs and State of Oregon XI-G bonds.