



OFFICE OF ECONOMIC AND SMALL BUSINESS DEVELOPMENT
Governmental Center Annex

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MEMORANDUM

DATE: March 5, 2021

TO: Pat MacGregor, Expansion Project Administrator
Water and Wastewater Engineering Division

THRU: Sandy-Michael McDonald, Director *SMC*
Office of Economic and Small Business Development

FROM: Maribel Feliciano, AICP, Assistant Director *MF*
Office of Economic and Small Business Development

SUBJECT: PNC2118112C1 – Reclaimed Water Transmission System
Bid Package No. 2 (New Contract)
**County Business Enterprise (CBE) Compliance Evaluation for Change
Order No. 4 (additional sod installation in a South Florida Water
Management District Right-of-Way along Hillsboro Canal)**

This memo supersedes the memo dated November 2, 2020 and reflects an updated and renegotiated amount to change Order No.4 and current CBE participation.

The Office of Economic and Small Business Development (OESBD) has conducted a review of Ric-Man International, Inc's CBE participation for Reclaimed Water Transmission System Services as of January 31, 2021.

This contract was awarded to Ric-Man International, Inc. on June 11, 2019 for an amount of \$3,765,093.00 which included a 5% change order allowance.

This memo has been prepared for an evaluation to approve Change Order No. 4 with an increase of \$449,548.78. to add sod installation in South Florida Water Management District Right-of-Way along the Hillsboro Canal.

The review is based on information provided by the requesting agency and the prime contractor, Ric-Man International, Inc.

R1326208P1 -Reclaimed Water Transmission System

March 5, 2021

The CBE goal for this project is 25% and Ric-Man International committed to a 25.5% CBE participation. An overview is provided as follows:

<u>CBE Subcontractors</u>	<u>Reported Amount</u>	<u>Verified Amount</u>
Corcel Corp	\$ 767,994.89	\$ 767,994.89
Logan Oakes Communications/ dba Sky Data UAV	\$ 5,373.00	\$ 5,373.00
Champion Controls, Inc.	\$ 83,478.00	\$ 83,485.00
Rocklan Earth Services, Inc.	\$ 2,974.56	\$ 7,083.48
TOTAL:	\$ 859,820.45	\$ 863,936.37

Contract Overview and CBE Attainment

- Original Contract Amount: \$3,765,093.00
- Change Orders Numbers 1, 2 & 3: \$51,122.48
- Change Order Number 4: \$449,548.78
- Total New Contract Amount: \$4,265,764.26
- Total payments to the prime thru January 31, 2021: \$3,615,834.27
- Total payments to CBEs thru January 31, 2021: \$863,936.37
- CBE Attainment thru January 31, 2021: 23.89%= (\$863,936.37/\$3,615,834.27)

Compliance Comments

The November 2, 2020 memorandum reflected 33.47% CBE participation, which exceeded the 25.5% committed goal. However, according to the most recent MUR ending January 31, 2021, Ric-Man International has achieved 23.89% CBE participation, a shortfall of 1.61%.

On February 25th OESBD requested a Plan of Action (POA), due on March 4th, to cure the shortfall. On March 1st, Ric-man International responded with a request to add a CBE subcontractor for 2.5% which will increase their CBE participation commitment. After they learned that this proposed team adjustment would require that Ric-Man achieve the higher goal, they advised OESBD that they will revisit this decision. However, Ric-Main did not submit a POA by March 4th and they requested an extension to provide the POA by March 10th.

Payments were verified through the independent verification process, and the CBE commitment for this project remains at 25.5%.

OESBD will continue to monitor this project for CBE goal compliance.

Cc: Susan Smith, Small Business Development Specialist, OESBD