Policy

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Dep't Recomm.:

SUBMITTAL TO THE BOARD OF SUPERVISORS COUNTY OF RIVERSIDE, STATE OF CALIFORNIA





FROM: Economic Development Agency

August 29, 2012

SUBJECT: Consulting Services Agreement for Job Order Contracting – Agreement Extension

RECOMMENDED MOTION: Ratify the attached Amendment No. 3 to the Consulting Services Agreement between the County of Riverside and The Gordian Group (Gordian) extending the period of performance through September 30, 2013 or the expiration of Job Order Contract (JOC) No. 005, whichever comes first, and authorize the Chairman to sign the Amendment.

BACKGROUND: On November 14, 2006, the Board of Supervisors approved a consulting services agreement with Gordian to provide management services for JOC. Gordian was selected through a Request for Qualification (RFQ) process and the term of service was extended via Amendment No. 1 and Amendment No. 2, to September 30, 2012.

(Continued)

Robert Field	
Assistant County Executive Officer/E	DA

			La Constant Vees Bus		
FINANCIAL DATA	Current F.Y. Total Cost:	\$ 105,300	In Current Year Bud	iget: Yes	
	Current F.Y. Net County Cost:	\$ 0	Budget Adjustment	:: No	
	Annual Net County Cost:	\$ 0	For Fiscal Year:	2012/13	
COMPANION ITE	M ON BOARD AGENDA: N	No.			
SOURCE OF FUNDS: Interfund-Reimbursement for Services				Positions To Be Deleted Per A-30	
				Requires 4/5 Vote	
C.E.O. RECOMM	ENDATION: APPRO	IE / /H			
	BY:	wifefa	put		
County Executiv	e Office Signature /Jenn	ifer L/ Sargent /	1		

Prev. Agn. Ref.: 3.33 of 08/16/11; 3.24 of 7/12/11

District: ALL

Agenda Number:

Economic Development Agency
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BACKGROUND: (Continued)

JOC is a procurement system that enables public entities to accomplish small and medium-sized projects with a single, stand alone, competitively bid contract. The use of JOC allows the Economic Development Agency (EDA) to complete many remodel, renovation and upgrade projects in a timely and cost effective manner while the associated consulting services provided by Gordian also creates cost benefits to the county by reducing the overall project management fees.

Under the existing agreement there was no initial cost for Gordian to assist the county in establishing the JOC program. Under the supervision of EDA personnel, Gordian provided development of Construction Task Catalogues (CTC), modification to bidding and contract documents, access to JOC management software, and management assistance for the four Job Order Contracts the county has awarded to date.

The fees for Gordian were established in the Consulting Services Agreement as follows:

- Gordian received 5% of the value of each approved job order for the first \$6,000,000 in construction projects.
- Gordian's fee reduced to 1.95% of the value of each approved job order for amounts over \$6,000,000 in perpetuity.

Gordian has provided quality service at the agreed upon rate and has been a beneficial partner in helping EDA deliver small and medium-priced construction projects in a timely manner for competitive prices. To date EDA has issued \$9,258,887 of work through previous and current Job Order Contracts, resulting in the reduction of Gordian's fee and providing additional cost savings to the county. On July 31, 2012, the Board approved the specifications for JOC No. 005 and EDA anticipates presenting the contract to the Board for award during September 2012.

Extending the Gordian agreement will benefit the county by providing continued use of Gordian's management software system and assistance to ensure that contractors provide cost effective proposals and quality work. Gordian also provides consulting on the use of the CTC which was developed in cooperation with EDA personnel and is the technical basis for the Job Order Contracts.

Gordian's fees will be reimbursed by user departments who initiate projects through EDA's Form 5 project request process, as well as Deferred Maintenance projects and other project types that have been previously approved by the Board. No additional net county cost obligations will be incurred as a result of the extension of this agreement.

Attachment:

Amendment No. 3 (5)

AMENDMENT NO. 3 TO AGREEMENT FOR CONSULTING SERVICES BETWEEN COUNTY OF RIVERSIDE AND GORDIAN GROUP WITH REGARD TO JOB ORDER CONTRACT SYSTEM

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2 3 THE COUNTY OF RIVERSIDE and THE GORDIAN GROUP, INC. hereby agree to amend that 4 certain Agreement for consulting services associated with the Job Order Contract System entered into on 5 November 14, 2006, first amended October 5, 2010, and amended for the second time on August, 16, 6 2011, effective September 30, 2012: 7 8 ARTICLE I. TERM shall be modified to read as follows: 9 "County hereby retains Consultant as County's JOC consultant for the term commencing on the 10 date of this Agreement and expiring on September 30, 2013, or the expiration of Job Order Contract #005, 11 whichever occurs first, unless terminated or extended as provided for herein." 12 13 Except as modified herein, all other terms and conditions of the Agreement shall remain the same and in 14 full force and effect. 15 16 THE GORDIAN GROUP INC. 17 **COUNTY OF RIVERSIDE** 18 By: David L. Maller 19 By: John Tavaglione 20 Chairman, Board of Supervisors 21 22 ATTEST: Kecia Harper-Ihem, Clerk 23 24 By: 25 Deputy 26 27