ORDINANCE

AUTHORIZING THE NEGOTIATION AND EXECUTION OF AN AMENDMENT INCREASING THE CONTRACT PRICE FOR THE DESIGN-BUILD CONTRACT FOR THE CITY TOWER RENOVATION PROJECT WITH SKANSKA NUNNELLY, A JOINT VENTURE FROM A NOT TO EXCEED AMOUNT OF \$59,500,000.00 TO AN AMOUNT NOT TO EXCEED \$75,089,891.00.

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WHEREAS, on September 6, 2018, City Council awarded a design build contract for the City Tower Renovation Project (formerly known as the Downtown City Office Building Project) to Skanska Nunnelly, a Joint Venture, a partnership of Skanska USA Building Inc. and F.A. Nunnelly Company, in an amount not to exceed \$59,500,000.00 to design and renovate the tower; and

WHEREAS, additional items have been identified by the City and added to the project scope, including, but not limited to, renovating a floor for the Solid Waste Management Department, security enhancements, a conference center, COVID return to work redesign, and significant mechanical, electrical and plumbing issues not previously identified, thereby increasing the cost of the project; and

WHEREAS, it is necessary to amend the design-build contract with Skanska Nunnelly, a Joint Venture to increase the contract price from the prior approved \$59,500,000.00 to an amount not to exceed \$75,089,891.00; **NOW THEREFORE:**

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SAN ANTONIO:

SECTION 1. The City Manager, or designee, is authorized and directed to negotiate and execute an amendment to the design-build contract with Skanska Nunnelly, a Joint Venture for the City Tower Renovation increasing the contract price to an amount not to exceed \$75,089,891.00.

SECTION 2. A Design-Build Services Agreement was previously awarded to Skanska Nunnelly, a Joint Venture in the amount of \$59,500,000.00. This Ordinance is increasing the contract amount by \$15,589,891.00 to a revised contract total of up to \$75,089,891.00 and is authorized to be encumbered with a purchase order and made payable to Skanska Nunnelly, a Joint Venture for design-build services. Payment is in support of the Downtown City Office Building Project, using Fund 40099000, with WBS 23-01477-05-02-01 and GL 5201140. Funding for this project is provided by CO Bonds, Tax Notes, PEG, City Administration Building -P3 Fund, Solid Waste Operations Fund, Frost Loan Agreement, and Property Sale Proceeds, and is in the FY2021-FY2026 CIP Budget as amended above.

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Payment is limited to the amounts budgeted in the Operating and/or Capital Budget funding sources identified. All expenditures will comply with approved operating and/or capital budgets for current and future fiscal years.

SECTION 3. The financial allocations in this Ordinance are subject to approval by the Deputy Chief Financial Officer, City of San Antonio. The Deputy Chief Financial Officer may, subject to concurrence by the City Manager or the City Manager's designee, correct allocations to specific Fund Numbers, Project Definitions, WBS Elements, Internal Orders, Fund Centers, Cost Centers, Functional Areas, Funds Reservation Document Numbers, and GL Accounts as necessary to carry out the purpose of this Ordinance.

SECTION 4. This Ordinance shall be effective immediately upon the receipt of eight affirmative votes; otherwise, it is effective ten days after passage.

PASSED and APPROVED this 17th day of December, 2020.

M A Y O F
Ron Nirenberg

ATTEST:

APPROVED AS TO FORM:

Andrew Segovia, City Attorney

Tina J. Flores, City Clerk

File Number: 20-7375 Enactment Number: 2020-12-17-0922



City of San Antonio

City Council

December 17, 2020

Item: 14B

Enactment Number:

2020-12-17-0922

File Number: 20-7375

Ordinance authorizing the negotiation and execution of an amendment to the design-build services agreement with Skanska Nunnelly, a Joint Venture; increasing the previously approved contract amount by \$15,589,891 to an amount not to exceed \$75,089,891; and authorizing payment.

Councilmember Clayton H. Perry made a motion to approve. Councilmember Roberto C. Treviño seconded the motion. The motion passed by the following vote:

Aye: 11 Nirenberg, Treviño, Andrews-Sullivan, Viagran, Rocha Garcia, Gonzales, Cabello Havrda, Sandoval, Pelaez, Courage and Perry