

## Alternative Delivery Methods

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# 12-Month Procurement Schedule

Anticipated advertisement or rotation list award dates



2023 2024 Aug Oct 2024 Feb Apr Jul Sep Nov Dec Mar May Jun Jul 2023 Barbara Jordan Terminal Optimization Area 2 (Design) (\$4M-\$6M) Aug 2023 Barbara Jordan Terminal Optimization Area 2 (Construction) (\$80M-\$120M) Oct 2023 Rolling Owner Controlled Insurance Program (\$44M-\$82M) Oct 2023 Demolish Red Garage (Design) (\$3M-\$6M) Dec 2023 New Parking Garage (Progressive Design/Build) (\$185M-\$346M) **LEGEND** Dec 2023 Architectural and Engineering Services Rotation List (vertical) (\$24M-\$45M) Standard Procurement Dec 2023 Architectural and Engineering Services Rotation List (horizontal) (\$16M-\$30M) Dec 2023 QA Testing Services Rotation List (16M-\$30M) Alternative Delivery Method Dec 2023 Survey Rotation List (\$8M-\$15M) On-call Rotation List Dec 2023 Public Parking Replacement (Design) (\$2M-\$3M) Dec 2023 Employee Parking Replacement (Design) (\$1M) Dec 2023 New Central Utility Plant (Progressive Design/Build) (\$102M-\$192M) **Confidence Line** Jan 2024 Utility Infrastructure Airside and South Campus (Design) (\$10M-\$18M) Feb 2024 Job Order Contracting Construction Services (\$5M-\$10M) Feb 2024 Concourse B, Tunnel and Apron (Progressive Design/Build) (\$1.9B-\$2.5B) Utility Infrastructure Airside and South Campus (Construction) (\$167M-\$312M) Apr 2024 Curbside Roadway and Utility Relocation (Design) (\$6M-\$12M) Apr 2024 Barbara Jordan Terminal Optimization Area 3 (Design) (\$21M-\$40M) Jun 2024



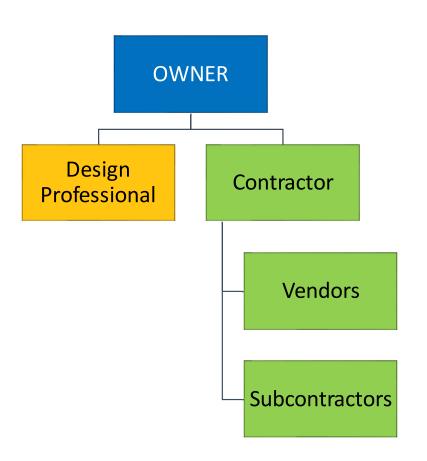
Barbara Jordan Terminal Optimization Area 4 (Design) (\$14M-\$27M) Jun 2024

## **Delivery Approaches**

Available alternative delivery approaches



#### Delivery Approach – Design-Bid-Build (DBB)



Competitive Bidding	Competitive Sealed Proposals
One step contractor selection	One step contractor selection
Low responsible bidder	Best value and non-price factors
Lump sum price proposal	Lump sum price proposal
Technical requirement 100% design	Technical requirement 100% design
	Price weighting usually 40% or more

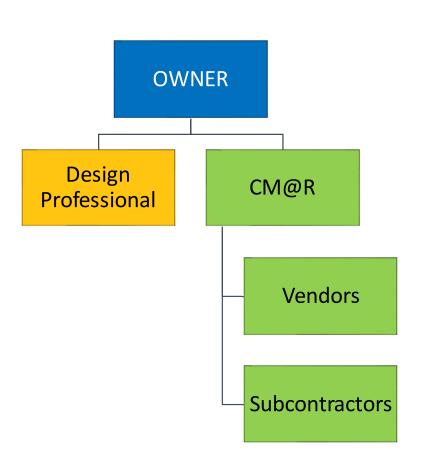








#### Delivery Approach - Construction Manager @ Risk



#### **Construction Manager at Risk (CMAR)**

One (RFP) or two step (RFQ-short list-RFP)

Guaranteed maximum price (GMP) during design

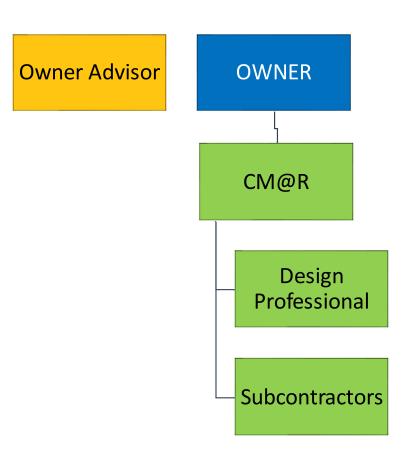
Construction work requirements competitively bid beneath the CMAR

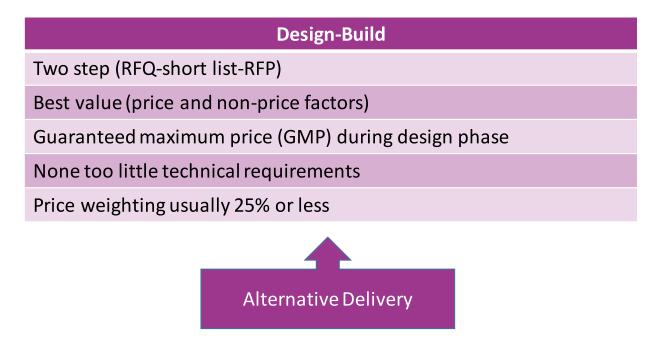
Optimal time to engage CMAR (10% to 30% design)

Price components weighting usually 30% or less



#### Delivery Approach – Design-Build (D-B)





# **Benefits and Challenges**

Why select a delivery type

### **Potential Benefits of Delivery Types**

Design-Bid-Build	Construction Manager @ Risk	Design-Build
<ul> <li>Quality Based Selection of designer</li> <li>Cost-based selection of general contractor</li> <li>Well-known method (standard)</li> <li>Owner controlled</li> <li>Well defined project (low risk)</li> </ul>	<ul> <li>Quality Based Selection of designer</li> <li>Select Construction Manager on qualifications and price</li> <li>CMAR bids out work</li> <li>CMAR input during design</li> <li>GMP established collaboratively with CMAR</li> </ul>	<ul> <li>Selected on qualifications, cost, and other criteria</li> <li>Single point of responsibility</li> <li>Design efficacy risk is transferred for testing/ warranty period</li> <li>Potential for schedule reduction</li> <li>Collaborative approach for finalizing designs</li> <li>Builder design input</li> <li>Construction pricing negotiated after initial stage</li> </ul>

## **Potential Challenges of Delivery Types**

Design-Bid-Build	Construction Manager @ Risk	Design-Build
<ul> <li>Final quality of facility is not guaranteed</li> <li>No single point of responsibility</li> <li>Least risk transfer</li> <li>Cost uncertain until bids received</li> <li>Change orders</li> <li>Low bidder</li> <li>No Operations &amp; Maintenance guarantees</li> </ul>	<ul> <li>Final quality of facility is not guaranteed</li> <li>No single point of responsibility</li> <li>Scope &amp; quality must be well defined when GMP is established</li> <li>Extensive coordination required</li> <li>Additional cost of CM</li> <li>No Operations &amp; Maintenance guarantees</li> <li>Additional procurement effort</li> </ul>	<ul> <li>Final design is not known until initial stage is completed</li> <li>Not currently allowed for all types of projects (civil)</li> <li>No design competition</li> </ul>

## **Method Selection**

What to consider when selecting a delivery type

#### Method Selection: CMAR

#### Good for projects where

- Extensive City input is required at the outset, including operations input, and input desired throughout delivery
- Project complexity and/or coordination requirements drive a need to maintain design control
- Anticipated construction cost is greater than \$5M (ideally \$15M)
- CMAR can be secured early in the project design (before 30%) to provide constructability, scheduling, estimating and risk management throughout design

#### Method Selection: Design-Build

#### Good for projects where

- Extensive City input is required at the outset, including operations input
- Heightened project coordination requirements that would benefit from a single point of contact for delivery
- You can wait further into the design process to finalize the construction cost

## For More Information

#### Contact

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- Department of Aviation, Planning + Development
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# Questions?