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GOVERNOR

STATE OF MICHIGAN
DEPARTMENT OF TECHNOLOGY, MANAGEMENT & BUDGET
LANSING

MICHELLE LANGE
ACTING DIRECTOR

December 1, 2022

MEMORANDUM

TO: Members of the House and Senate Appropriations Committee
Members of the Joint Capital Outlay Subcommittee

FROM: Maria Tyszkiewicz, DTMB Budget Director

SUBJECT: Consolidated, Comprehensive, State-of-the-art Laboratory Progress Report

This memorandum is in response to Capital Outlay Sec. 226 as included within Public Act No. 9 of 2022 which requests for a new comprehensive state public health and environmental science laboratory to be investigated and appropriated \$10,000,000.00 for this initial effort. Additionally, as part of Public Act No. 166 of 2022, \$250,000,000.00 was appropriated under Capital Outlay Sec. 102 (3) to follow through with the design and construction of the new facility.

Public Act No. 9 of 2022, subsection 226 of the public act requires the following:

The department shall submit all the following to the house and senate appropriations committees and the joint capital outlay subcommittee:

- (a) Program statements and schematic planning documents, including a comparative assessment of building new laboratories, expanding existing laboratories, renovating existing laboratories, or repurposing another state-owned building.
- (b) A summary of bid results.
- (c) A progress report no later than June 1, 2022, and every 6 months thereafter.

In response each subsection, the Department of Technology, Management & Budget (DTMB) / State Facilities Administration (SFA) / Design & Construction Division (DCD) provides the following:

- (a) The report 'State of Michigan Preliminary Concept, Cost, and Risk Assessment for the Consolidated Laboratory Project' was provided which detailed and summarized the program, provided schematic plans, compared

new versus renovation and provided additional preliminary findings and was included as part of the June 1, 2022, response.

- (b) On August 25, 2022, a Request for Information and Qualifications were publicly advertised for both Architectural/Engineering and Construction Management services. In reviewing and considering the received responses for both categories, all submitted firms were found to be qualified and invited to submit a response to the Request for Proposals and were due on October 6, 2022.

Upon receipt of the proposals, a multi-departmental evaluation team consisting of members from MDHHS, MDARD, MDEGLE, MLEO and MDTMB evaluated proposals from both the Architectural/Engineering and Construction Management firms.

Proposals were received from three qualified Architectural/Engineering firms and evaluated for best value (highest point total) based on the following:

Technical Factors *(80% of the weighted scoring)*

Task understanding

Personnel

Management Summary and Work Plan / Schedule

Project Budget Analysis

References / Experience

Cost Factors *(20% of the weighted scoring)*

Interface

Wage Rates

Total Cost

The scoring resulted in the following cumulative point totals:

Hobbs + Black (Lansing)	114.37
Tower Pinkster (Kalamazoo)	113.79
Lord Aeck Sargent (Detroit)	94.30

As a result of this evaluation, Hobbs + Black was recommended and awarded a contract for \$12,639,755.00.

Proposals were also received from two qualified Construction Management firms and evaluated for best value based on the following:

Technical Factors *(80% of the weighted scoring)*

Understanding of Project
Personnel / Experience
Work Plan / Schedule
Cost Estimating / Control

Cost Factors *(20% of the weighted scoring)*

Fee

The scoring resulted in the following cumulative point totals:

Christman Company (Lansing)	72.59
Clark Construction (Lansing)	71.26

As a result of this evaluation, Christman Company was recommended and awarded a contract for \$235,000,000.00.

- (c) This report is the second of an assumed ten semi-annual reports through the projected completion of the Consolidated State Laboratory in calendar year 2026.

Both the Architect/Engineer and Construction Manager contracts were awarded on November 15, 2022. The project design and kickoff meetings are now currently being scheduled to move forward with the design and construction of the new facility at the secondary complex in Dimondale.

The previously reported contract that was utilized to facilitate the completion of the submitted June 1, 2022, report with the firm KPMG is now complete. The contract was for a not to exceed amount of \$750,000.00 of which \$430,117.75 was expended, resulting in the savings to be utilized for the balance of the completion of the new Consolidated State Laboratory.

Therefore, total encumbered to date is \$248,069,872.75 of the appropriated total amount of \$260,000,000.00.

Please feel free to reach out to me to discuss if you have any questions and/or concerns.

Members of the House and Senate Appropriations Committee Members of the Joint
Capital Outlay Subcommittee

Page 4

December 1, 2022

Cc:

Lisa Shoemaker, State Budget Office

Ryan Fink, State Budget Office

Brian Kennedy, State Budget Office

Bree Anderson, DTMB Legislative Liaison

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Michael Turnquist, DTMB State Facilities Administration

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