

Michelle Robinson of Oxford Community Clean-Up Challenge by Leadership Lafayette Group announced that the Clean-Up Challenge was set for May 19, 2018 at 8:00 a.m. No action was taken.

The Board of Supervisors considered request from Flagstar Construction for a change order on Arena. No action was taken.

The Board also considered request from Dr. Jim Rayner for additional funding for Interfaith Compassion Ministries at this time. No action was taken.

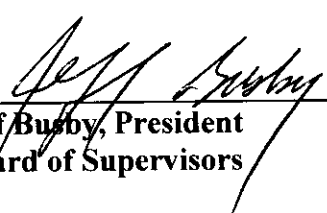
ORDER: APPROVE PERMANENT UTILITY EASEMENT FOR SANITARY SEWER FROM ROLLINGWOODS SUBDIVISION TO BRITTANY WOODS SUBDIVISION

Motion was made by Kevin Frye, duly seconded by Mike Roberts, to approve permanent utility easement for sanitary sewer from Rollingwoods Subdivision to Brittany Woods Subdivision.

The vote on the motion was as follows:

Supervisor Kevin Frye, voted yes
Supervisor Jeff Busby, voted yes
Supervisor David Rikard, absent
Supervisor Chad McLarty, absent
Supervisor Mike Roberts, voted yes

After the vote, President Busby, declared the motion carried, this the 2nd day of April, 2018.



Jeff Busby, President
Board of Supervisors



Sherry Wall, Chancery Clerk



2006 ASPEN COVE • BRANDON, MS • 39042

(601) 824-4646

FAX: (601) 824-3929

www.flagstarconstruction.com

March 27, 2018

Request for Change Order
Lafayette County Multipurpose Arena

Reason: Extraordinary circumstances beyond anyone's control, i.e., President Trump announcing the steel and aluminum tariffs

Executive Summary:

Flagstar submitted a bid for the Lafayette County Multipurpose Arena on February 22, 2018, at 11:00 AM. Flagstar was the apparent low bidder. On March 1, President Trump announced his intention to impose tariffs in the amount of 25% on imported steel and 10% on imported aluminum. Also, on this date, we received a memo from ACI, our metal building supplier, that the steel market had become extremely volatile and that steel prices would be going up within days. On March 8, we received notice from Casey Rogers that our bid had been accepted and that a contract would be forthcoming. Also, on this date, President Trump formally announced the 25% tariff on imported steel and 10% tariff on imported aluminum. On March 14, 2018, we received notice from ACI that an updated quote would be forthcoming on the project. On March 16, 2018, we received the updated quote from ACI...it was \$59,000 higher than on bid day. On March 19, 2018, we received the draft version of the contract on the Lafayette County Multipurpose Arena. On March 23, 2018, we received the finalized version of the contract on the Arena.

Because of these unusual and extraordinary circumstances in the steel industry during the time of contract procurement and preparation, Flagstar respectfully asks for a Change Order in the amount of \$59,000. Although markup is allowed on change orders in the contract, as an act of good faith, Flagstar agrees to forego this markup on this change order and only wishes to recoup the added steel costs associated with the metal building.

Attached for your review are the quotes from ACI. The first on bid day, February 22, in the amount of \$679,762 and the updated quote from ACI dated March 16 in the amount of \$738,762. The difference between these two quotes show an increase in the metal building price of \$59,000. Also, included are: 1) the March 1, 2018, Steel Escalation memo from ACI, 2) the March 14 email notice of revised pricing from ACI, and 3) the email cover letter with the updated quote and terms dated March 16 from ACI.

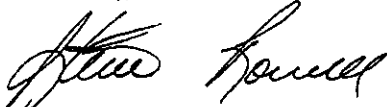
Please know we contacted other Metal Building Suppliers to try to mitigate the impact of the steel increases and to verify the information we were getting from ACI was factual. Pinnacle Metal Buildings submitted a total price in the amount \$694,254 on bid day. The updated price from Pinnacle on March 16 was \$787,762, an increase of \$93,508. We also contacted Oakland Metal Buildings, Dean Metal Buildings, and Encore Metal Buildings for pricing on March 16. After our budget number was given to them for the metal building, none of them would submit a price. All of them were sure their prices would be higher than our budget number. These facts confirmed that steel prices had, in fact, gone up precipitously.

Request for Change Order
Page 2

These are certainly unprecedented times in the steel market. There have been price increases during natural disasters (hurricanes and tornadoes). However, it has been my experience that these increases have occurred gradually over time. A 25% increase usually takes over six months to fully be in place. Because President Trump justified the tariffs on the basis of a threat to national security, hysteria was created in the steel markets. Consequently, these extraordinary circumstances occurred and a request for a Change Order became necessary.

Please call or email with any questions.

Sincerely,

A handwritten signature in black ink, appearing to read 'Steve Rowell', written in a cursive style.

Steve Rowell
President



BUILDING SYSTEMS, LLC

Quote Request

Ph. # 662-563-4574 Fax # 866-867-4574
10125 Highway 6 West
Batesville, MS 38606

Additional
Information on
Page 2

Quote # 180366

BID DATE: 2/22/18

Builder	Name: <u>Flagstar Construction</u>	Ship To	Project Name: <u>Lafayette County Multi Purpose Arena</u>
	Address: _____		Owner: <u>Lafayette County</u>
	City/St./Zip: <u>Pontotoc, MS</u>		Address: <u>County Road 406</u>
	Contact: <u>Scott Medlock</u>		City/State: <u>Oxford</u> St. <u>MS</u> Zip <u>38655</u>
	Email: <u>scott@flagstarconstruction.com</u>		County/Parish: <u>Lafayette</u> Miles <u>35</u>
	Phone: <u>662-200-2564</u> Fax: _____		Bldg Use: <u>4-A Recreational</u>
	Cell: <u>662-231-6569</u>		Is Building Inside the City Limits ? _____

Design	Design Code: <u>2012 IBC</u>	Risk Category <u>III-Substantial</u>	Design Notes Yes Purlin Strapping Acceptable Girt Strapping Acceptable Yes Special Deflection Required Deflections Per S1.0
	Live Load: <u>20 # psf</u>	Live Load Reduction: <u>Page 1 Note 1</u>	
	Wind Load: <u>120 mph</u>	Ground Snow: <u>10 # psf</u>	
	Exposure: <u>C</u>	Roof Snow: <u>7.7 # psf</u>	
	Collateral: <u>Page 1 Note 2</u>	Seismic: <u>Aa/Ss: 0.42</u>	
	Suspend Ceiling: <u>Page 1 Note 3</u>	Seismic: <u>Av/S1: 0.18</u>	

Bldg	Girt Type	Frame	Width	Length	Eave Ht.	Slope	Bay Spacing (Left to Right)
A	By-Pass	TCF	201'-4"	332'-8"	21'-0"	1:12	(1) @ 31'-4", (9) @ 30'-0", (1) @ 31'-4"
B	By-Pass	LT	67'-11"	91'-4"	21'-0" h.s.	1:12	(1) @ 30'-8", (1) @ 30'-0", (1) @ 30'-8"
C	By-Pass	LT	49'-4"	44'-0"	21'-0" h.s.	1:12	(1) @ 18'-8", (1) @ 25'-4"
D-(alt.1)	Flush	TCF	95'-0"	151'-4"	15'-2"	1:12	(1) @ 30'-8", (1) @ 30'-0", (1) @ 30'-8"

Bldg	Girt Type	LEW Frame	LEW Column Spacing	REW Frame	REW Column Spacing
A	By-Pass	1/2 Ld Rigid Frame	See Building "A" Notes Page 2	1/2 Ld Rigid Frame	See Building "A" Notes Page 2
B	By-Pass	1/2 Ld Rigid Frame	23'-7", 21'-2", 23'-2"	1/2 Ld Rigid Frame	23'-2", 21'-2", 23'-7"
C	By-Pass	1/2 Ld Rigid Frame	(1) @ 49'-4"	1/2 Ld Rigid Frame	(1) @ 49'-4"
D-(alt.1)	Flush	1/2 Ld Rigid Frame	(1) @ 95'-0"	1/2 Ld Rigid Frame	(1) @ 95'-0"

Bldg	Front Sidewall	Back Sidewall	Left Endwall	Right Endwall	Base Condition
A	Portal Frame	Portal Frame	Rigid Frame	Rigid Frame	A Base Angle
B	Brace to Bldg A	Portal Frame	Rigid Frame	Rigid Frame	B Base Angle
C	Brace to Bldg A	Brace to Bldg A	Rigid Frame	Rigid Frame	C Base Angle
D-(alt.1)	Portal Frame	Portal Frame	Rigid Frame	Rigid Frame	D N/A

Ga.	Finish	Profile	Screws
24g	Galvalume	StratoShield Standing Seam	Zac

Ga.	Finish	Profile	Screws
26g	ACI 2000	PBR	Stainless

Ga.	Finish	Eave Condition
26g	ACI 2000	Gutter / Downspouts & Simple Trim

Insulation "NOT" by ACI			
ROOF		WALLS	
3 inch	Type	3 Inch	Type

Qty.	Description
1	20 Year No Dollar Limit Weathertight Warranty
1	6-0x7-0 Walk Door Canopy ACI 2000 finish @ Bldg 'B'

Bldg	Qty	Width	x	Ht.	Type	Wall	Bay	Locate	Cap Fish
See Bldg. specific Notes on Page 2 for Framed Openings									

Modifications	1.) Live Load Reduction NOT allowed for Building "B" - Extension Office; Live Load Reduction is Allowed on all Other Structures
	2.) Collateral Load for Building "B" - Extension Office to be 7 psf; Collateral Load to be 3 psf for all Other Structures
	3.) Suspend ceiling at Building "B" - Extension Office only
	Addenda Acknowledgement: One, Two, Three
	Exclusions: Anchor Bolts, Insulation, Fans, Louvers, Sliding Drs, Walk Drs, Windows, Masonry & Intels, Seamer Rental for Roof, Tax
	Quote based on std. design, materials, & manufacturing methods described in the ACI general specifications.

Est. DTE DM. MD SA DTE Quoted to: SCOTT	Delivered Price \$ 618,701	Plus Tax
Alt #1 Add for Warm Up Arena Bldg "D" per plans pg A1.5	Add \$ 68,061 + Tax	CONTINUED ON PAGE 2
		Price is Valid for 15 Days

179,762. - total (- 1000) note for weathertightness

ACI

BUILDING SYSTEMS, LLC

Quote Request

Ph. # 662-563-4574 Fax # 866-867-4574
10125 Highway 6 West
Batesville, MS 38806

Additional
Information on
Page 2

Quote # 180366R1

BID DATE: 3/16/18

Builder	Name: Flagstar Construction	Ship To	Project Name: Lafayette County Multi Purpose Arena
	Address:		Owner: Lafayette County
	City/St./Zip: Pontotoc, MS		Address: County Road 406
	Contact: Steve Rowell		City/State: Oxford St. MS Zip 38655
	Email: steve@flagstarconstruction.com		County/Parish: Lafayette Miles 35
	Phone: 601-824-4646 Fax:		Bldg Use: 4-A Recreational
	Cell: 601-209-7980		Is Building Inside the City Limits ?

Design	Design Code: 2012 IBC	Risk Category III-Substantial	Design Notes
	Live Load: 20 # psf	Live Load Reduction: Page 1 Note 1	
	Wind Load: 120 mph	Ground Snow: 10 # psf	
	Exposure: C	Roof Snow: 7.7 # psf	
	Collateral: Page 1 Note 2	Seismic: Aa/Ss: 0.42	
	Suspend Ceiling: Page 1 Note 3	Seismic: Av/S1: 0.18	
			Yes Purlin Strapping Acceptable Girt Strapping Acceptable Yes Special Deflection Required Deflections Per S1.0

Bldg	Girt Type	Frame	Width	Length	Eave Ht.	Slope	Bay Spacing (Left to Right)
A	By-Pass	TCF	201'-4"	332'-8"	21'-0"	1:12	(1) @ 31'-4", (9) @ 30'-0", (1) @ 31'-4"
B	By-Pass	LT	67'-11"	91'-4"	21'-0" h.s.	1:12	(1) @ 30'-8", (1) @ 30'-0", (1) @ 30'-8"
C	By-Pass	LT	49'-4"	44'-0"	21'-0" h.s.	1:12	(1) @ 18'-8", (1) @ 25'-4"
D-(alt.1)	Flush	TCF	95'-0"	151'-4"	15'-2"	1:12	(1) @ 30'-8", (1) @ 30'-0", (1) @ 30'-8"

Bldg	Girt Type	LEW Frame	LEW Column Spacing	REW Frame	REW Column Spacing
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C	By-Pass	1/2 Ld Rigid Frame	(1) @ 49'-4"	1/2 Ld Rigid Frame	(1) @ 49'-4"
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Bldg	Front Sidewall	Back Sidewall	Left Endwall	Right Endwall	Base Condition
A	Portal Frame	Portal Frame	Rigid Frame	Rigid Frame	A Base Angle
B	Brace to Bldg A	Portal Frame	Rigid Frame	Rigid Frame	B Base Angle
C	Brace to Bldg A	Brace to Bldg A	Rigid Frame	Rigid Frame	C Base Angle
D-(alt.1)	Portal Frame	Portal Frame	Rigid Frame	Rigid Frame	D N/A

Roof Panels				Wall Panels			
Ga.	Finish	Profile	Screws	Ga.	Finish	Profile	Screws
24g	Galvalume	StratoShield Standing Seam	Zac	26g	ACI 2000	PBR	Stainless

Trim			Insulation "NOT" by ACI			
Ga.	Finish	Eave Condition	ROOF		WALLS	
26g	ACI 2000	Gutter / Downspouts & Simple Trim	3 inch	Type	3 inch	Type

Accessories & Additions	
Qty.	Description
1	20 Year No Dollar Limit Weathertight Warranty
1	6-0x7-0 Walk Door Canopy ACI 2000 finish @ Bldg 'B'

Framed Openings										
Bldg	Qty	Wdh	x	Ht.	Type	Wall	Bay	Locate	Cap	Fish
See Bldg. specific Notes on Page 2 for Framed Openings										

Modifications	1.) Live Load Reduction NOT allowed for Building "B" - Extension Office; Live Load Reduction Is Allowed on all Other Structures
	2.) Collateral Load for Building "B" - Extension Office to be 7 psf; Collateral Load to be 3 psf for all Other Structures
	3.) Suspend Ceiling at Building "B" - Extension Office only
	Addenda Acknowledgement: One, Two, Three
	4.) Warm Up Arena, Bldg "D" (per Plans on Pg A1.5) is included. See Notes on Pg 2 of Quote.
	Exclusions: Anchor Bolts, Insulation, Fans, Louvers, Sliding Drs, Walk Drs, Windows, Masonry & Lintels, Seamer Rental for Roof, Tax
Quote based on std. design, materials, & manufacturing methods described in the ACI general specifications.	

Est. DTE	DM.	MD	SA.	DTE	Quoted to: STEVE	Delivered Price \$ 745,762	Plus Tax
Alt #1	Use of ACI Certified Installer (Page Const.)					Deduct \$ 7,000	CONTINUED ON PAGE 2 Price is Valid until (3/23/18)

745,762. - John



To: ACI Customers
From: Tim Davis
Date: March 1, 2018
Re: Steel Cost Escalation_ Section 232 Impacts

By now, I'm sure you have heard the debate and political exchange about the outcome of the **Section 232 Investigations**. We have grown accustomed to the volatility of steel prices over the past several years and have been able to partner with our domestic steel suppliers to navigate through most steel price adjustments with small incremental increases with little impact to you our customer. ACI continues to maintain a strong relationship with our domestic steel suppliers but those manufacturers who have grown dependent on offshore material will now be forced to secure their materials from domestic sources or be faced with the added cost of import taxes. This policy change, coupled with a boost in infrastructure projects driven by our government will likely result in an imbalance in the supply and demand on steel availability, causing prices to rise rapidly. Steel increases will reportedly be up to 25% or more.

The authority given to President Trump under Section 232 will not require congressional approval and could have an immediate and significant impact on steel imports and subsequent impact on domestic steel prices for reasons mentioned above.

We encourage you to protect your company and interest by adding an escalation clause in your contracts to your customers. ACI will continue to price protect new projects placed in our normal production schedule but will be forced to pass steel increases on projects that are placed on hold for any reason.

Summary:

ACI will implement the following procedure to address new quotes and contracts on "Approval" or "Hold" status.

- ACI will honor all quotes for 15 days. After 15 days, the estimate will need to be updated to reflect current pricing. Please check the date on your recent quote to confirm when the estimate needs to be updated.
- Contracts already in our system on "Approval" or "Hold" status that were entered prior to November 31, 2017, (90 Days) will be subject to the current price, in effect, at the time of release for fabrication.
- In order to maintain the price currently agreed to on contracts entered after November 31, 2017, those projects must be released for fabrication in our normal delivery schedule on or before March 15, 2018. Projects released after this date will be subject to the current pricing levels, in effect, when released.

Please communicate this information to your customer. As conditions continue to change we will update you immediately. As always, we appreciate your business and confidence in ACI to provide your building and roofing systems requirements.

Subject: Lafayette County Multi-Purpose Building Project / Steel Increases
From: Mark Delmastro (mark.delmastro@acibuildingsystems.com)
To: steve@flagstarconstruction.com;
Cc: scott@flagstarconstruction.com; tim.davis@acibuildingsystems.com;
Date: Wednesday, March 14, 2018 11:36 AM

Steve,

Due to the rapid increase of the Cost of Steel ACI will be submitting a Revised Quote for the above referenced Project.

We are actively negotiating with our Steel Suppliers to minimize these increases for this specific Project.

Respectfully,

Mark Delmastro

District Manager

ACI
BUILDING SYSTEMS, LLC

Cell 662-519-3659

Fax 888-449-6834

Email: mark.delmastro@acibuildingsystems.com

Attachments

- image001.jpg (3.03KB)

Subject: ACI Updated Pricing for Lafayette County Multi-Purpose Bldg. Project
From: Mark Delmastro (mark.delmastro@acibuildingsystems.com)
To: steve@flagstarconstruction.com;
Cc: tim.davis@acibuildingsystems.com;
Date: Friday, March 16, 2018 11:52 AM

Steve,

Per our conversation this morning please see attached our updated Quote for the Lafayette County Project.

Price is Valid until (3/23/18).

Delivery of all Steel must be no later than (7/31/2018).

After your review of Pricing, and Scope, from acceptable Suppliers do not hesitate to call if you have any questions.

Respectfully,

Mark Delmastro

District Manager

ACI
BUILDING SYSTEMS, LLC

Cell 662-519-3659

Fax 888-449-6834