



Capital Expenditure Request (CER) Worksheet

| | |
|-----------------------------|---------------------------|
| Date: | 2/17/21 |
| Department: | Plant Operations |
| Manager: | George Baier |
| Capital Description: | Rehab Relocation Buildout |

| PROJECT EXPENSE: | | |
|---|------------|---------------|
| Total Project Budget : Includes equipment, interfaces, shipping, installation, facility modifications, etc. | | \$ |
| Total Project Cost : Includes equipment, interfaces, shipping, installation, facility modifications, etc. | (1) | \$ 563,000.86 |
| Total Project Variance : | | \$ |
| PROCEDURE RELATED EQUIPMENT: | | |
| Charge for Procedure: | | \$ |
| Estimated Reimbursement for Procedure : | (2) | \$ |
| Estimated # of Procedures Per Year: | (3) | \$ |
| Expected Annual Return on Investment calculated (2) x (3) ÷ (1) : | ROI | \$ |

| NEED: |
|---|
| <p>Check all that apply:</p> <p><input type="checkbox"/> Necessary to meet regulatory requirements, patient care is jeopardized without</p> <p><input checked="" type="checkbox"/> Equipment upgrade, enhances productivity</p> <p><input checked="" type="checkbox"/> New service, business development</p> <p>Have you?</p> <p><input checked="" type="checkbox"/> Involved affected employees?</p> <p><input type="checkbox"/> Involved affected physicians?</p> |

| Equipment: |
|--|
| <p>Function: To provide for increased PT Clinic services to our population and to open the Huene Building to facilitate the remodel for the Cardiac Clinic and the Delta Family Medicine move.</p> |
| <p>Benefit: Increased patient services closer to the main hospital and expansion to accommodate growing patient population that need PT services.</p> |
| <p>Additional Operating Costs: <i>***(Please identify additional costs such as additional staff time and training, supplies, maintenance agreements, etc.)</i></p> <p>There is \$17,000.00 added to install the Nurse Call system (Separate Sub Contractor not included in bids), \$35,000.00 to include I.T. switchgear and \$15,000.00 for Data cabling (Separate Sub Contractor not included in bids). Also included is a \$15,000.00 Contingency allowance for unforeseen issues.</p> |
| <p>Life Expectancy: 30 years +</p> |

PURCHASE:

Is the equipment available through the hospital's purchasing agreements?

- Yes
 No -- Justification:

Vendor Comparison:

| | Vendor 1 | Vendor 2 | Vendor 3 |
|---|---|---|----------|
| Vendor Name | Stryker & Company Inc. | FCI Constructors Inc. | |
| Vendor Address | 236 S. 3 rd . St #319 Montrose , Co.81401 | PO box 1767, Grand Junction , Co. 81502 | |
| Vendor Contact | Jimmy Merritt | Lance Kramer | |
| Vendor Phone | 970-964-4434 | 970-434-9093 | |
| Price | \$481,000.86 | \$509,324.00 | |
| Additional Costs | \$82,000.00 | \$82,000.00 | |
| Vendor reputation | Good | Good | |
| Vendor previously used | Yes | No | |
| Equipment reputation | N/A | N/A | |
| Price protection period | 30 days | 30 days | |
| Service availability – including bio-med arrangements | N/A | N/A | |
| Ongoing service and repairs | No | No | |
| Warranty | 1 year | | |
| Installation and down time | 4 months | 4.5 months | |
| Demonstration date | 6/25/21 | 7/05/21 | |

Vendor Selected: Stryker & Company, Inc.

Criteria: Cost, project completion date .

***** Please attach copy of research, price quotations and other supporting documentation.**

Top Initiatives – Projected Construction Costs

MOB Clinics

Emergency
Department

Financing

Sole
Community
Hospital

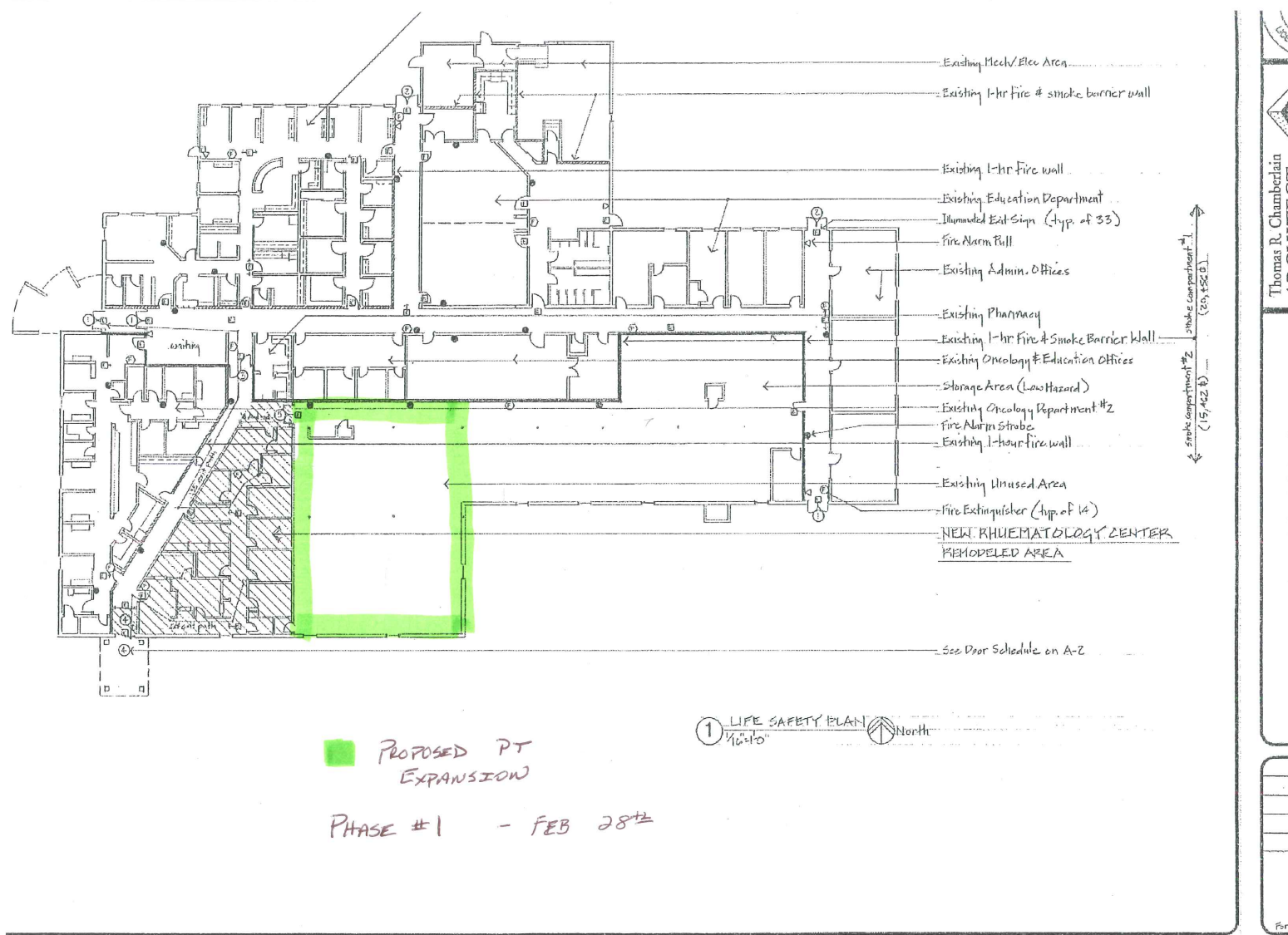
PHASE 1a | MOB Clinics & IT Infrastructure **\$ 3.0 million**

- Proposed PT Expansion
- Pediatrics
- Cardiology
- Orthopedics
- Delta Family



Top Initiatives

| | |
|-------------|-------------------------|
| MOB Clinics | Emergency Department |
| Financing | Sole Community Hospital |



Construction Cost Initiative

Phase 1A Construction Cost Initiative

Est Project Cost \$3,000,000.00

Phase I

Estimate/CER

Total

IT Infrastructure (Hospital)

\$1,038,201.00

\$1,038,201.00

IT Infrastructure (MOB)

\$93,724.79

\$93,724.79

Phase 2

Pediatric Clinic

\$156,019.88

\$156,019.88

Rehab Relocation Buildout

\$500,000.00

\$563,000.86

Phase 3

Cardiology/Orthopedics (estimated)

\$500,000.00

\$500,000.00

Long term lease to
SCL \$120,000/year

Phase 4

Delta Family Clinic (estimated)

\$500,000.00

\$500,000.00

\$76,500 savings/year
on rent

Total

\$2,850,946.53

Design Build Bid Process

- A “Design Build” Contract = a contract with a single entity for the design, construction, alternation, operation, repair, etc.
- A Request for Qualifications (RFQ) was published in the newspaper pursuant to C.R.S. §32-1-1805.
- DCMH received two responses to the RFQ, one from Stryker and one from FCI (a Grand Junction based contractor, specializing in medical facility construction).
- If a Special District uses an RFQ, it can request proposals from those entities it determines to be most qualified. No additional publication is required.
 - Both Stryker and FCI were deemed qualified, so we requested proposals from both entities.
- Architect Phil Motley was hired to create an initial schematic plan for the space.
- The schematic plans were shown to Stryker and FCI as the basis for their proposals.
- DCMH now need to select a contractor, based upon the proposals received from Stryker and FCI.
- C.R.S. §32-1-1806 “After obtaining and evaluating proposals... an agency may accept the proposal that, in its estimation, represents the best value to the agency.”
- Once selected, the contractor and DCMH will work together to finalize the design with the level of finishes desired in keeping with the budget.
- The contractor will be “on board” throughout the entire process and is responsible to give constant ‘spot-checks’ of the budget to prevent project overruns.