

RESOLUTION 19-109

A RESOLUTION OF THE CITY OF PANAMA CITY BEACH, FLORIDA, AMENDING ITS AGREEMENT WITH HAGERTY CONSULTING, INC. TO ADJUST THE SCOPE OF SERVICES PROVIDED, FOR A NOT TO EXCEED AMOUNT OF \$546,240, AND ADOPTING A BUDGET AMENDMENT FOR THIS PURPOSE.

BE IT RESOLVED by the City Council of the City of Panama City Beach that:

1. The appropriate officers of the City are authorized to accept and deliver on behalf of the City an amendment to that certain Agreement between the City and Hagerty Consulting, Inc., dated December 20, 2018, relating to additional services to be provided regarding the City's Public Assistance program requests and Hazard Mitigation Grant Program requests, in the basic amount of Five Hundred Forty-Six Thousand, Two Hundred Forty Dollars (\$546,240.00), in substantially the form attached and presented to the Council today, with such changes, insertions or omissions as may be approved by the City Manager and whose execution shall be conclusive evidence of such approval.
2. The following budget amendment (#46) is adopted for the City of Panama City Beach, Florida, for the fiscal year beginning October 1, 2018, and ending September 30, 2019, to provide for the expenditure of funds contemplated herein.

THIS RESOLUTION shall be effective immediately upon passage.

PASSED in special session this 11th day of July, 2019.

CITY OF PANAMA CITY BEACH

By: 

Mike Thomas, Mayor

ATTEST:


Mary Jan Bossert, City Clerk

Panama City Beach – Proposal for Continued Work

On November 8, 2018, the City Council of the City of Panama City Beach passed resolution 19-16 awarding Hagerty Consulting a time and materials (T&M) contract for Disaster Recovery Administrative Services and Federal Disaster Grant Management Consulting. The total value of that contract was \$250,000.

Hagerty has directly increased the City's eligible FEMA Public Assistance (PA) reimbursements by \$1,100,057 (for a total of \$2,820,372 in FEMA PA reimbursements) while progressing six FEMA Hazard Mitigation Grant Program (HMGP) projects totalling ~\$23,000,000.

PCB is seeking to increase the contract amount by \$546,240, for a new contract total of \$796,240. Of this amount, it is anticipated that FEMA will reimburse at least \$459,303 (~\$336,937 may not be reimbursable by FEMA). Potential "return on investment" is > \$700,000.

Hagerty Consulting Completed Services and Accomplishments

1. Hagerty has successfully formulated and submitted **\$1,811,015** in FEMA PA grants.
 - a. Of this ~\$1.8M, **\$569,354 was additional eligible funding identified by Hagerty.**
2. Hagerty has also developed initial scope for six FEMA HMGP projects totalling approximately **\$23,000,000**, four of which will likely be projects that will require additional scope and cost development before they are approved by FDEM.
 - a. All six have been accepted by the County's Local Mitigation Strategy (LMS) Committee.

Project	Initial Funding (Without Hagerty)	Additional Funding (With Hagerty)	Total Reimbursement	Estimated Hagerty Fee
FEMA PA Grants	\$1,261,662	\$549,354	\$1,811,016 (+44%)*	\$190,169
FEMA HMGP Grants	\$0	~\$23,000,000	TBD	\$59,840

*Percent increase as a direct result of Hagerty support

Hagerty Consulting Proposed Additional Services

To continue this success, there is a need to increase the contract value by **\$546,240**, broken down as follows:

1. **\$221,240 to support the development and submission of an additional \$1,009,356 in FEMA PA grants.**
 - a. Also includes ongoing administrative services such as FEMA / FDEM RFIs, audits, grant closeout, etc. for all PA grants.
2. **\$325,000 to support the further development of the four priority FEMA HMGP grants, likely totalling at least \$6.5M.**

Project	Initial Funding (Without Hagerty)	Additional Funding (With Hagerty)	Total Reimbursement	Estimated Hagerty Fee
FEMA PA Grants	\$458,653	\$550,703	\$1,009,356 (+120%)*	\$221,240
FEMA HMGP Grants	\$0	\$6,500,000+	TBD	\$325,000

*Percent increase as a direct result of Hagerty support

City of Panama City Beach - Final Projected FEMA Grant Funding Position

Project	Initial Funding (Without Hagerty)	Additional Funding (With Hagerty)	Total Reimbursement	Estimated Hagerty Fee
FEMA PA Grants	\$1,720,315	\$1,100,057	\$2,820,372 (+64%)*	\$411,409
FEMA HMGP Grants	\$0	\$6,500,000+	\$6,500,000+	\$384,831

*Percent increase as a direct result of Hagerty support

**CITY OF PANAMA CITY BEACH
BUDGET TRANSFER FORM BF-10**

No. BA # 46b

FUND GENERAL ACCOUNT NUMBER		ACCOUNT DESCRIPTION	APPROVED BUDGET	BUDGET ADJUSTMENT	NEW BUDGET BALANCE
TO	001-1300-513.52-91	Hurricane Michael	275,000.00	546,240.00	821,240.00
FROM	001-8100-999.96-00	Reserves Available for Expenditures	3,219,859.00	(546,240.00)	2,673,619.00
			0.00	0.00	0.00
			0.00	0.00	0.00
			0.00	0.00	0.00
			0.00	0.00	0.00
			0.00	0.00	0.00
			0.00	0.00	0.00
			0.00	0.00	0.00
		Check Adjustment Totals:	3,494,859.00	0.00	3,494,859.00

BRIEF JUSTIFICATION FOR BUDGET ADJUSTMENT:

To record budget amendment for Hagerty Consulting, Inc. related to disaster recovery administrative services; additional contract services needed to complete FEMA work and pursue HMCP projects

ROUTING FOR APPROVAL

DEPARTMENT HEAD _____ DATE _____ CITY MANAGER _____ DATE _____

FINANCE DIRECTOR _____ DATE _____