MEMORANDUM

DATE: May 6, 2014

TO: Mayor and Board of County Commissioners

FROM: Bertha W. Henry, County Administrator


County Administration and the Broward County Aviation Department (BCAD) have reviewed the Report for Review of Hourly Billing Rates – AECOM Technical Services, Inc. (f/k/a DMJM Aviation, Inc.) Contract for Program Management Services for New South Runway, Terminal 4 Replacement and Enabling Projects at the Fort Lauderdale-Hollywood International Airport. The following is the management response to the findings and recommendations of the report:

County Auditor Finding: DMJM overbilled the County $3,055 in sampled invoices for one subcontractor whose multiplier increased more than the 3% permitted by the contract.

Recommendations: Remit the $3,055 in overbilled amounts identified in this report from DMJM, require DMJM to review without cost to the County the invoices from the subcontractor during the 2nd amendment, and remit to the County any additional overpayments; and require DMJM to ensure that increases to the multipliers for the subcontractors do not exceed those permitted under the contract.

County Administration Response: Staff agrees. BCAD will work with AECOM to recover the amount identified in the sampled invoice audit, as well as to request that AECOM review all invoices from the subcontractor for the 2nd amendment period and repay all amounts over the allowable amount. Additionally, BCAD will request AECOM to provide additional assurances with their invoice that the multipliers used in the fee determination comply with the contract requirements relative to increases.

If you have questions or wish to discuss this further, please do not hesitate to contact me.

cc: Evan Lukic, County Auditor
    Joni Armstrong Coffey, County Attorney
    Rob Hernandez, Deputy County Administrator
    Monica Cepepa, Assistant County Administrator