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 of Hourly Billing Rates – Turner Construction Company Contract to Provide Construction Management Services for Terminal 4 Expansion Construction Contracts at the Fort Lauderdale-Hollywood International Airport.

**County Auditor Finding 1:** Turner overbilled the County $2,215 for fringe benefits that exceeded Turner's actual cost.

**County Auditor Recommendations for Finding 1:**
None. Subsequent to the report, BCAD recovered $40,669 in past overbillings related to this finding inclusive of the $2,215 identified above and has revised hourly billing rates over the remainder of the contract.

**County Auditor Finding 2:** Turner did not comply with overhead and fringe benefit reporting requirements resulting in unsupported overhead and fringe benefit billing rates.

**County Auditor Recommendations for Finding 2:**
We recommend the Board of County Commissioners direct the County Administrator to require Turner to provide support for its overhead and fringe benefit rates.

**County Administration response:**
Staff agrees. BCAD continues to work with Turner relative to Finding 2 and will provide an update to the County Auditor on the final disposition of this issue.

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 Cepepo, Assistant County Administrator