

DEPARTMENT OF PROPERTY AND PROCUREMENT

TESTIMONY OF LISA MARIA ALEJANDRO, COMMISSIONER

 $\begin{tabular}{l} & \end{tabular} \\ \end{tabular} THE ~ {\bf 36}^{\mbox{\tiny TH}} ~ Legislature ~ of the Virgin Islands \\ \end{tabular}$

COMMITTEE ON CULTURE, YOUTH, AGING, SPORTS, AND PARKS

FRITS E. LAWAETZ CONFERENCE ROOM

ST. CROIX, U.S. VIRGIN ISLANDS

JULY 18, 2025

ON THE PAUL E. JOSEPH STADIUM PROJECT Testimony of Lisa Maria Alejandro, Commissioner of the Department of Property and Procurement Before The Committee on Culture, Youth, Aging, Sports, and Parks of the 36th Legislature of the Virgin Islands of the United States on July 18, 2025

Good morning Honorable Angel Bolques, Jr., Chair of the Committee on Culture, Youth,
 Aging, Sports, and Parks, to Vice – Chair, the Honorable Carla J. Joseph, members of the
 Committee on Culture, Youth, Aging, Sports and Parks ("Committee"), non-committee members
 of the 36th Legislature, employees of the Department of Property and Procurement, fellow
 testifiers, Legislative Staff, and the viewing and listening audience.

6 I am Lisa Maria Alejandro, Commissioner of the Department of Property and Procurement, appearing before this Committee, pursuant to your June 17, 2025, invitation to 7 8 provide testimony on behalf of the Department of Property and Procurement regarding the Paul 9 E. Joseph Stadium on St. Croix. While I was unable to attend the June 11, 2025, meeting due to a scheduling conflict, which was duly communicated to the Committee, I am here today to 10 participate in the discussion regarding this Project and to outline the Department of Property 11 12 and Procurement's role in this process in spearheading the procurement and contracting process. Mr. Chair, your June 17, 2025, requests the following information from DPP: 13

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16 17 1. A written statement outlining DPP's responsibilities for the Project;

2. All procurement records, RFPs, and contracts executed with GEC, LLC;

3. Information on procurement challenges and resolutions; and

4. Fiscal records and oversight strategies.

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1. DPP's Responsibilities

The Department of Property and Procurement procured the design/build services for the development of the Paul E. Joseph Stadium, the Terrence Martin Little League Field, and a Festival Village on St. Croix as authorized in Act No. 7453, as amended by Act No. 7663. By way of background, the Department issued a formal Request for Proposal ("RFP") No. RFP-006-



DPP Testimony – Paul E. Joseph Stadium July 18, 2025 Page 1 2013(P) on January 28, 2013, under the then existing version of title 31, Section 239(a)(4) of the
Virgin Islands Code.¹ There were two (2) respondents to the RFP, which were both evaluated
with GEC, LLC being the highest rated of the two (2) respondents and recommended for the
commencement of negotiations and ultimately award.

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(2) Contracts executed with GEC, LLC

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(i) Contract No. C003SPRC15

A Design/Build Contract, Contract No. C003SPRC15 (enclosed) was executed in the
amount of Twenty Million Dollars and Zero Cents (\$20,000,000.00) on November 19, 2014.

However, the Contract and Project were re-reviewed and re-assessed with the change in 33 34 Administrations in 2015. Thereafter, Contract No. C003SPRC15 was revised to align with Change Order No. 1, which was issued October 16, 2015. The Project Completion time is current 35 through December 25, 2025, in line with executed change orders. Once a contract has been 36 executed and a Notice to Proceed is issued, the Project is turned over to the user agency and the 37 Department of Public Works for project management and furtherance. DPP remains a part of 38 39 the review process for change orders, supplemental contracts, interpretation of terms and 40 conditions, resolutions of disputes, and, until April 16, 2023, as an approver on payment documents for construction contract-related payments². The Commissioner of the Department 41 42 of Public Works has statutory authority for the supervision and overall oversight of construction 43 projects.

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(ii) Change Orders – Contract No. C003SPRC15

The Change Order process is a collaborative effort between the user agency and the Department of Public Works, in reviewing the need for any changes and making recommendations for either the approval or disapproval of Change Orders. Change Orders are modifications to the contractual documents and therefore, DPP must also approve the Change

² The Department of Public Works was designated as the authorized representative of DPP as the final approver on construction-related payment documents required by 31 V.I. R. & Regs §§ 242-107 and 242-108, effective April 17, 2023, through DPP Memorandum No. 003-2023, as approved by the Governor.



 $^{^1}$ Through revisions in Act No. 8436, approved December 30, 2020, 31 V.I.C. § 239(a)(4) was revised to create a micro-purchase threshold and the request for proposals requirements were moved to create a new section as 31 V.I.C. § 236 (j).

50 Order in line with the recommendations of the Government's engineer. (See Change Orders Nos.
51 1-13, 15-20, & 22-24: Contract No. C003SPRC15 (enclosed).

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(iii) Supplemental Contracts – Contract No. C003ASPRC15 (Supplemental Contract No.1) & Contract No. PO-24-810-8102-688 (Supplemental Contract No. 2)

56 Pursuant to 31 title, Section 242-32(a)(3) and (4) of the Virgin Islands Rules and 57 Regulations, a Supplemental Construction Contract is required when the change in costs under the Contract will exceed twenty-five percent (25%) of the original contract price. Consequently, 58 59 when the Project required changes within this threshold, Contract No. C003ASPRC15 was executed for a maximum amount of Four Million One Hundred Thousand Dollars and Zero 60 61 Cents (\$4,100,000.00) with an effective date of February 26, 2022³. Supplemental Contract No. 2 (Contract No. PO-24-810-8102-688) was executed effective September 10, 2024, in an amount 62 not to exceed Five Million One Hundred Twenty-Four Thousand Dollars and Zero Cents 63 (\$5,124,000.00). The project completion time for the Supplemental Contracts is current through 64 65 December 25, 2025. (See Change Orders Nos. 1 – 8: Contract No. C003ASPRC15 & Change Order No. 1 - Contract No. PO-24-810-8102-688 (enclosed) 66

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(3) Information on Procurement Challenges and Resolutions

The Department engages in continuous evaluation of our operations to ensure our operations align with best practices in a constantly changing landscape. In 2020, through what became Act No. 8436 and again in 2024 through Act No. 8954, the Department updated the Procurement Statute in the Virgin Islands Code. The Procurement Manual has also been updated to reflect the changes in the Statute.

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(4) Fiscal Records and Oversight Strategies

In response to the Chair's request for information related to fiscal records, DPP has
included the payments we have processed for this project. Enclosed with this testimony are
thirty-eight (38) payment documents under Contract No. C003SPRC15, and three (3) payments



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³ The effective date of the Contract is the date signed by the Governor.

under Contract No. C003ASPRC15 (Supplemental No. 1). With the issuance of DPP
Memorandum No. 003-2023, effective April 17, 2023, DPW is the final approver on constructionrelated payments. Therefore, although the Department receives courtesy copies of the approved
payments, DPP will defer to DPW on the payments processed beginning April 17, 2023. See
Payment Approvals Through March 21, 2023, (DPP)(enclosed).

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Conclusion

In conclusion, Mr. Chair, the Department is equally anxious to see this long-awaited Project through to fruition. We recognize the benefits this will bring to our community, financially, socially, and physically. We remain committed to supporting the efforts of DPW, Sports, Parks and Recreation, and all other stakeholders in seeing this Project through to completion.

91 Mr. Chair, this concludes my prepared testimony. I am available to answer any questions92 the Committee may have.

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