



City Council Report

915 I Street, 1st Floor
Sacramento, CA 95814

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File #: 2016-01492

December 13, 2016

Consent Item 09

Title: Rejection of Bids: Fourth Avenue Play Area Improvements, South Natomas Park Restroom and Richardson Village Park Playgrounds Renovations Projects

Recommendation: Pass a Motion rejecting all bids received for 1) Bids B171191111004 and B17191111005 for Fourth Avenue Play Area Improvements project; 2) Bid B17190021006 for South Natomas Park Restroom project; and 3) Bid B1790021007 for Richardson Village Park Playground Renovations project.

Location: Districts 2, 3, and 5

Contact: Gary Hyden, Park Planning & Development Manager, (916) 808-1949; Jason Weismann, Landscape Architect, (916) 808-7634; Tin-Wah Wong, Landscape Architect, (916) 808-5540; Dennis Day, (916) 808-7633; Department of Parks and Recreation

Presenter: None

Department: Department of Parks and Recreation

Attachments:

1-Description/Analysis

Description/Analysis

Issue Detail: The Department of Parks and Recreation (DPR) recommends Council reject all bids received for the following projects because the low bids substantially exceeded the engineer's estimate and the funds available for the projects. It is likely that bidding late in the construction season when contractors are already busy led to few bids and higher-than-expected bids. Over the next several months, DPR plans to evaluate design alternatives to reduce project costs before re-bidding the projects.

Fourth Avenue Play Area Improvements project. DPR recommends Council reject all bids received for the Fourth Avenue Play Area Improvements project. On August 25, 2016, DPR issued an Invitation for Bid (B17191111004). On September 21, 2016, one bid was received in the amount of \$248,380 from Pacific Infrastructure LLC, which exceeded the Engineer's cost estimate by about 50%. Staff then rebid the project on September 30, 2016, and on October 19, 2016, two bids were received. One from Pacific Infrastructure LLC in the amount of \$248,380, and one from Top Estate Construction, Inc. in the amount of \$101,441. However, the apparent low bid was deemed non-responsive due to their failure to meet the M/WBE good faith efforts requirement.

South Natomas Park Restroom project. DPR recommends Council reject all bids received for the South Natomas Park Restroom project. On September 23, 2016, DPR issued an Invitation for Bid (B17190021006). On October 12, 2016, two bids were received in the amount of \$257,663 from Abide Builders and \$273,767 from Sierra Valley Construction Inc., which were nearly 29-37% above the Engineer's cost estimate.

Richardson Village Park Playgrounds Renovations project. DPR recommends Council reject all bids received for the Richardson Village Park Playgrounds Renovations project. On October 6, 2016, DPR issued an Invitation for Bid (B17190021007). On October 26, 2016, three bids were received in the amount of \$129,628 from Saenz Landscape Construction, \$175,000 from Olympic Land Construction, and \$173,000 from Community Playgrounds. The low bidder from Saenz Landscape Construction did not meet the city's 5% minimum LBE participation and was deemed non-responsive. The two other bids were 33-36% above the Engineer's cost estimate.

Policy Considerations: Under City Code Section 3.60.140, City Council action is required to reject bids received for a contract of \$100,000 or more.

Economic Impacts: None

Environmental Considerations: This report concerns an administrative activity that does not constitute a "project" as defined by the CEQA Guidelines Section 15378.

Sustainability: None

Commission/Committee Action: None

Rationale for Recommendation: The Fourth Avenue project was advertised twice and the following three bids were received on September 21, 20 16 and October 19, 2016.

Bid B1719111004	Bid Amount	Met Good Faith Effort
Pacific Infrastructure Construction, LLC	\$248,380	Yes
Bid B1719111005	Bid Amount	
Pacific Infrastructure Construction, LLC	\$248,380	Yes
Top Estate Construction, Inc.	\$101,441	No

The Engineer's estimate was \$84,000-\$120,000.

The South Natomas Park Restroom project was advertised and the following two bids were received on October 12, 2016.

Bid B17190021006	Bid Amount	Met Good Faith Effort
Abide Builders	\$257,663	Yes
Sierra Valley Construction, Inc.	\$273,767	Yes

The Engineer's estimate was \$200,000.

The Richardson Village Park Playground Renovations project was advertised and the following three bids were received on October 26, 2016.

Bid B1719111007	Bid Amount	Met LBE
Saenz Landscape Construction	\$129,628	No
Olympic Land Construction	\$175,500	Yes
Community Playgrounds	\$173,890	Yes

The Engineer's estimate was \$129,450.

Financial Considerations: None

Local Business Enterprise (LBE): None