

RESOLUTION NO. 2007-206

Adopted by the Sacramento City Council

April 10, 2007

AUTHORIZING BORROWING AND BRIDGE FINANCING, AND AWARDING A CONTRACT FOR THE SACRAMENTO MARINA SOUTH BASIN RENOVATION PROJECT (PN: IA66)

BACKGROUND

- A. The Sacramento Marina South Basin is 45 years old and in a deteriorated condition.
- B. The Sacramento Marina South Basin Renovation Project was advertised for bidding on November 17, 2006, and three bids were received and opened on January 10, 2007.
- C. The lowest bid exceeded the engineer's estimate and the project fund balance.
- D. The timing of construction of the project is constrained by the Army Corps of Engineers permit that requires all in-water construction activities to occur between August 1st and November 30th. Due to this constraint, revising this project to bring costs down and then re-bidding the contract would very likely have delayed the project for a year, during which time it was expected that construction costs would continue to escalate.
- E. In order to avoid this delay and cost escalation, on February 20, 2007, City Council adopted Resolution No. 2007-113 that rejected all bids, suspended competitive bidding in the best interests of the City, and authorized staff to negotiate an agreement for construction of the project this year for an amount within the available project funding.
- F. City staff subsequently requested that each Contractor submit a proposal with revisions to the project scope in order to reduce costs, consistent with the parameters specified in Resolution No. 2007-113. All three Contractors submitted proposals.
- G. After reviewing the proposals, City staff has recommended award of a contract to Bellingham Marine Industries. Bellingham's proposal proposed value engineering changes to the electrical design, pile type, dredging, landside work, and float dock system that will not reduce the project quality or scope, but otherwise provide everything that was in the original project. The other proposals submitted proposed more extensive reductions in the project scope, including eliminating covers and fire sprinklers on K dock, and the reuse of the existing marina store,

fuel pumps, sewer pump out and existing store/fuel dock. In addition, because Bellingham's proposal kept the project virtually intact, staff was able to add two alternate bid items to the package, the North Basin-South Basin connector dock, and dock covers on 14 end slips on the North Basin, for \$213,045 over their proposal of \$8,788,700.

- H. For the above reasons, the Bellingham Marine Industries proposal best serves the City's interests, and provides the best opportunity to obtain a contract that will allow the project to be accomplished with the available funding and within this year's construction window.

BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:

- Section 1. City Manager is authorized to enter into a loan agreement with Bank of America to secure additional financing of up to \$1,500,000 to cover engineering costs and contingency.
- Section 2. City staff is authorized to use bridge financing from the Community Center Fund in the amount of \$1,475,000 if necessary until the final loan phase funds from Department of Boating and Waterways are available in fiscal year 2007/08.
- Section 3. The contract plans and specifications for the Sacramento Marina South Basin Renovation Project (PN: IA66) are approved, and the contract is awarded to Bellingham Marine Industries, Inc., for an amount not to exceed \$9,001,745.

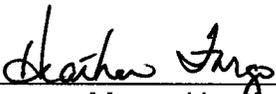
Adopted by the City of Sacramento City Council on April 10, 2007 by the following vote:

Ayes: Councilmembers, Cohn, Fong, Hammond, McCarty, Pannell, Sheedy, Tretheway, Waters and Mayor Fargo.

Noes: None.

Abstain: None.

Absent: None.



Mayor Heather Fargo

Attest:



Dawn Bullwinkel, Assistant City Clerk