

# REJECTION OF BID PROTEST; CONTRACT AWARD – BUILDING DEMOLITION – VARIOUS CITY LOCATIONS (12 LOCATIONS)

City Council Meeting July 16, 2019

Grant Bailey, Associate Civil Engineer Transportation and Public Works

#### **BACKGROUND**

Contract will demolish a total of 31 structures at the following locations (number of structures):

- 2810 4th Street (1)
- 952 Sonoma Avenue (2)
- 7630/7650 Lakeville Highway (4)
- 1595 Meadow Lane (6)
- 4090 Walker Avenue (2)
- 4099 Walker Avenue (1)

- 1027 McMinn Avenue (1)
- 1370 Burbank Avenue (5)
- 1400 Burbank Avenue (2)
- Doyle Park (5)
- Howarth Park (1)
- Juilliard Park (1)

## **BACKGROUND**

- In 2017/2018 a facility assessment of cityowned structures was commissioned to determine annual required maintenance costs
- Assessment recommend 66 of the evaluated structures for divesture/sale or demolition
- In 2018 Council authorized demolition of various city-owned structures

## **BACKGROUND**

 Historic evaluations were performed for all structures in accordance with the California Register – No structures were found historically significant

#### **ANALYSIS**

- The contract was advertised May 23, 2019,
  bids were received on June 6, 2019
  ranging from \$511,000.00 to \$628,680.00.
- The low bid was 4.46% below the Engineer's Estimate.
- AFM Environmental, Inc. was judged responsive by City Staff
- Protest received 6/17/19 by Asbestos
  Management Group of California (AMG)

#### **ANALYSIS**

 AMG's protest contended AFM's bid contained a major irregularity and AFM does not hold the proper licensing to perform contract work without a subcontractor

#### **ANALYSIS**

- Staff and City Attorney's Office have reviewed bid documents and both conclude that:
  - AFM's bid contained a minor irregularity and since the irregularity was minor, it may be waived
  - AFM holds the proper license to perform all contract work without a subcontractor

# OPTIONS FOR COUNCIL CONSIDERATION

- 1. Waive the irregularity and award the contract to AFM Environmental, Inc.
- Award the contract to Asbestos Management Group of California, Inc.
- 3. Reject all bids and re-advertise the project.

# RECOMMENDATION

- Reject the bid protest by AMG
- Waive any irregularities in the lowest bid
- Award construction contract C02162 to AFM Environmental, Inc., of West Sacramento, California
- Approve a 10% construction contingency
- Authorize a total contract amount of \$562,100.00

• Questions?





