

# Agenda Report

**TO:** CITY COUNCIL

**DATE:** January 28, 2008

**FROM:** CITY MANAGER

**SUBJECT:** CONTRACT AWARD TO U.S. DEMOLITION, INC. FOR BUILDING AND SITE DEMOLITION FOR HIGHLAND PLASTICS FOR AN AMOUNT NOT TO EXCEED \$231,600

## **RECOMMENDATION**

It is recommended that the City Council:

1. Accept the bid dated January 9, 2008 submitted by U.S. Demolition, Inc., for Building and Site Demolition for Highland Plastics;
2. Reject all other bids received; and
3. Authorize the City Manager to enter into such contract for a "Not to Exceed" amount of \$231,600.

## **BACKGROUND**

In October 2002, the Robinson Park Master Plan was approved by the City Council, concluding a two-year effort to develop a new master plan for the park. Phase I of the plan calls for the expansion of the park's athletic fields and related facilities through the demolition of the adjacent former location of the Highland Plastics Company. The first phase of work will expand the size of the athletic field allowing for a full size football or two 300-foot baseball/softball fields on the site. All this will be constructed with an artificial surface making this the first such public athletic field in the City. The artificial surface will reduce the water footprint on site and eliminate the need to shut down the field for annual turf maintenance.

In accordance with Pasadena Municipal Code 4.08.070, the Department of Public Works has prepared plans and specifications for the subject project and bids have been requested and received.

This project was advertised in the Pasadena Journal on December 13, 2007. In addition, the Notice Inviting Bids was published in three trade publications. Bid packets were obtained by thirty-two contractors, sixteen of whom submitted bids for the project.

Following advertising, bids were received on January 9, 2008 and are as follows:

| <u>Bidder</u>   | <u>Amount</u> |
|---|---------------|
| 1. U.S. Demolition, Inc.                                  | \$193,000     |
| 2. B H L Industries, Inc.                                 | \$193,484     |
| 3. National Demolition Contractors                        | \$201,800     |
| 4. Interior Demolition, Inc.                              | \$208,800     |
| 5. Arrow Concrete Cutting Co., Inc.                       | \$223,000     |
| 6. Miller Environmental                                   | \$247,000     |
| 7. Specialized Environmental, Inc.                        | \$283,156     |
| 8. American Wrecking, Inc.                                | \$290,000     |
| 9. U.S. Construction, Inc.                                | \$361,500     |
| 10. Cleveland Wrecking                                    | \$391,246     |
| 11. ATE Environmental, Inc.                               | \$392,000     |
| 12. William L. Olson                                      | \$498,000     |
| 13. California Building Evaluation and Construction, Inc. | \$599,000     |
| 14. Clauss Construction                                   | \$648,499     |
| 15. G. Coast Construction                                 | \$685,000     |
| 16. Minako American Corp. dba Minco Construction          | \$877,700     |

The lowest bid received was 262 percent lower than the Engineer's Estimate of \$700,000. In addition to advertising this project in three trade publications, staff solicited additional interest from reputable demolition contractors. These efforts contributed to two local contractors and forty-eight nonlocal contractors attending the pre-bid mandatory job walk creating a competitive bidding environment for the project resulting in lower bids than anticipated.

It is recommended that U.S. Demolition be awarded the contract for this project as they are the lowest responsive and responsible bidder. The proposed contract with U.S. Demolition fully complies with the Competitive Bidding and Living Wage Ordinances.

The Contractor has indicated that the award of this contract will result in no new hires to the present workforce.

Due to nature of performing demolition work safely while allowing continuous operations, unknown potential soils and other unidentifiable hazardous materials, it is recommended that the project contingency be increased to approximately twenty percent.

The contract for this project will be as follows:

|                                 |                  |
|---------------------------------|------------------|
| Base Bid                        | \$193,000        |
| Contingencies                   | \$40,000         |
| Contract "Not to Exceed" Amount | <u>\$233,000</u> |

It is anticipated that construction will begin in March 2008 and be completed in May 2008.

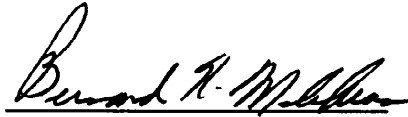
**ENVIRONMENTAL REVIEW**

The project was included in the adoption of the Robinson Park Master Plan & Negative Declaration, dated October 28, 2002.

**FISCAL IMPACT**

Sufficient funds are available in Capital Improvement Program budget account 78034, Robinson Park – Implement Master Plan.

Respectfully submitted,

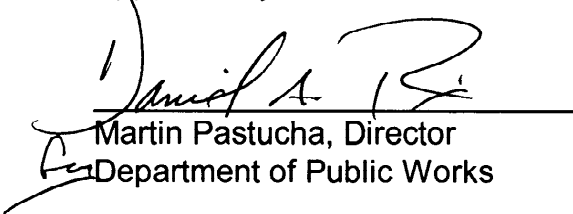


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City Manager

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