



Agenda Report

May 22, 2017

TO: Honorable Mayor and City Council
FROM: Department of Public Works
SUBJECT: CONTRACT AWARD TO R.E. SCHULTZ CONSTRUCTION, INC. FOR PLAY EQUIPMENT REPLACEMENT AT MCDONALD PARK FOR AN AMOUNT NOT TO EXCEED \$260,000

RECOMMENDATION:

It is recommended that the City Council:

1. Find that the project is categorically exempt from the California Environmental Quality Act (CEQA) pursuant to State CEQA Guidelines in accordance with Title 14, Chapter 3, Class 1, Section 15302, Replacement or Reconstruction (play equipment); and
2. Accept the bid dated May 3, 2017, submitted by R.E. Schultz Construction, Inc., in response to the Project Specifications for McDonald Park Play Equipment Replacement, and authorize the City Manager to enter into such contract for an amount not to exceed \$260,000.

BACKGROUND:

McDonald Park is approximately 4.9 acres with a play area consisting of play structures, swings and individual play apparatus for age groups 2-5 and 5-12.

The project consists of replacing the existing play equipment, play surface and site furnishings such as benches and trash receptacles. Minor modifications to the play curb edging and an ADA ramp will be added. A section of the existing fence entry will be removed and the existing seat wall will be extended in its place. Minor drainage improvements will be made to better protect the new play surface.

The Recreation and Parks Commission reviewed and unanimously supported the design for Play Equipment Replacement at McDonald Park on November 1, 2016.

A finding of compliance with the General Plan was previously made and is shown on page 9.8, McDonald Park Play Equipment Replacement project, of the adopted FY 2017 Capital Improvement Program (CIP).

The Department of Public Works prepared plans and specifications for the project and in the accordance with Section 4.08.070 of the Pasadena Municipal Code, bids were requested and received. The project was advertised in the *Pasadena Journal* on April 6, 2017. In addition, the Notice Inviting Bids was published in four trade publications and listed on the City's website, which generated notices to 274 vendors. Thirty vendors obtained bid packages, and seven submitted bids for the project.

Following advertising, bids were received on May 3, 2017 and are as follows:

<u>Bidder</u>	<u>Amount</u>
1. R.E. Schultz Construction Inc., Silverado	\$232,495
2. Parsam Construction Inc., Glendale	\$239,725
3. Pacific Play Systems Inc., Carlsbad	\$242,345
4. JMJ Construction, Winchester	\$242,820
5. ND Construction Inc., Anaheim	\$257,483
6. EC Construction Co., South El Monte	\$258,402
7. Community Playgrounds Inc., Vallejo	\$351,799

The lowest bid received was four percent higher than the Engineer's Estimate of \$223,600.

It is recommended that R.E. Schultz Construction, Inc. be awarded the contract for this project as they are the lowest responsive and responsible bidder. The proposed contract with R.E. Schultz Construction, Inc. fully complies with the Competitive Bidding and Living Wage Ordinances. In addition, the proposed contract fully complies with the Prevailing Wage Law (Senate Bill 7) per Resolution 9406 adopted by the City Council on December 14, 2014.

The contractor has indicated that the award of this contract will result in one new hire to the present work force. The contractor has committed to hiring a Pasadena resident for this position. A Local Hiring Provision to notify the labor unions of the goal to employ qualified Pasadena residents for 75 percent of the new labor work hours on the project was included in the project specifications.

R.E. Shultz Construction, Inc. has performed work for the City in the past on Linda Vista Playground Renovation.

The contract for this project will be set up as follows:

Base Bid	\$232,495
Contingency	<u>\$ 27,505</u>
Contract "Not To Exceed" Amount	\$260,000

It is anticipated that construction will begin in July 2017 and be completed in September 2017.

COUNCIL POLICY CONSIDERATION:

This project is consistent with the City Council's goal to improve, maintain and enhance public facilities and infrastructure. It also supports the Public Facilities and Land Use Elements of the General Plan.

ENVIRONMENTAL ANALYSIS:

The proposed project is exempt from CEQA pursuant to the State CEQA Guidelines Section 15302, Replacement or Reconstruction, which exempts replacement of existing structures where the new structures will be located on the same site and will have substantially the same purpose and capacity as the structure to be replaced, and Section 15303, New Construction, which exempts new construction that consists of small facilities or structures and related installation of new equipment.

FISCAL IMPACT:

The cost of this contract is \$260,000 and the total cost of this action will be \$320,000. Funding for this action project will be addressed by the utilization of existing budgeted appropriations of Residential Impact Fees in the McDonald Park Play Equipment Replacement CIP project (budget account 78074). It is anticipated that all of the costs will be spent in FY 2018.

The following table represents a contract summary.

Base Bid	\$ 232,495
Contingency	\$ 27,505
Contract Administration/Inspection	\$ 60,000
Total Fiscal Impact	\$ 320,000

Respectfully submitted,



ARA MALOYAN, P.E.
Director of Public Works

Prepared by:



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Approved by:



STEVE MERMELL
City Manager