

### REPORT TO CITY COUNCIL

To: Honorable Mayor and Members of the City Council

From: Grant Yates, City Manager

Prepared by: Jason Simpson, Assistant City Manager

**Date:** October 24, 2017

Subject: Construction Agreement for the Construction of the Community Hall, Bid Set

"A", at the RV Resort Rehabilitation Project (CIP PROJECT #Z40007).

### **Recommendations**

1. Award and authorize the City Manager to execute the Agreement with Bilbro Construction Company, Inc. In an amount not to exceed amount \$1,152,181.00 in such final form as approved by the City Attorney.

2. Authorize the City Manager to execute change orders not to exceed a 10 percent contingency amount of \$115,218.00 for construction uncertainties and adjustments.

### **Background**

Construction bid documents were prepared and the project was advertised for bid in accordance with the requirements set forth in the California Public Contract Code. On September 8, 2017, the City posted on PlanetBids the notice inviting bids for the construction of the Community Hall, Bid Set "A", at the RV Resort Rehabilitation Project (CIP PROJECT #Z40007).

Three bids were received on or before the deadline of 2:00 p.m. on Wednesday July 26, 2017. These bids were publicly opened, examined and declared in City Hall. Following the examination of the low bidder, it was determine the bid amount was excessive for the construction of this facility. The City subsequently rejected the below bid results:

Name of Company	Bid Amount
Tobo Construction	\$2,808,000.00
Dalke & Sons	\$2,832,447.00
Archico Design Build	\$3,496,856.00

The City restructured the construction requirements to support subcontracting out the major construction elements of the Community Hall. On September 7, 2017, the City re-posted on PlanetBids the notice inviting bids for the construction of the Community Hall, Bid Set "A", at the RV Resort Rehabilitation Project (CIP PROJECT #Z40007). The deadline for the bid submittal was October 4, 2017 at 2:00PM.

# **Discussion**

# **General Requirements:**

General Condition Concrete
Wood Framing Plumbing
Steel Roofing

Thermal and Moisture Protection Insulation (Roof)

Ceiling

The results produced four bid submittals with much better bid amounts. The general requirements of Bid Set "A" represents half of the construction effort in time, material and overall costs to complete the Community Hall. Therefore, it is estimated the total cost to construct the Community Hall is \$2.3 million, \$500 thousand less than the initial submittal, \$2.8 million, on July 26<sup>th</sup>. Below are the biding companies and amounts for the four bidders:

Name of Company	Bid Amount
BilPro	\$1,152,181.00
Maples & Associates	\$1,162,759.00
DMC Enterprise	\$1,194,000.00
Dalke & Sons	\$1,354,680.00

Following the approval of this agenda item the Community Hall, Bid Set "A", construction will begin. Staff has reviewed and verified the contractor has a valid license and has provided sufficient references.

### Fiscal Impact

The Community Hall, Bid Set "A", at the RV Resort Rehabilitation Project is included in the Fiscal Year 16/17 – 20/21 Capital Improvement Plan (CIP) budget

### **Exhibits**

A: Agreement