



Staff Report

City of Manhattan Beach

TO: Honorable Mayor Wilson and Members of the City Council

THROUGH: Geoff Dolan, City Manager

FROM: Neil C. Miller, Director of Public Works
Dana Greenwood, City Engineer
Michael A. Guerrero, Senior Civil Engineer

DATE: January 18, 2005

SUBJECT: Award a Contract (\$3,543,913.75) for the Strand Walkway and Lighting Improvements Project to S.P. Pazargad Engineering Construction, Inc.

RECOMMENDATION:

Staff recommends that the City Council pass a motion to:

- A) Award a contract in the net amount of \$3,543,913.75 to S.P. Pazargad Engineering Construction, Inc. for the Strand Walkway and Lighting Improvements Project.
- B) Authorize the Director of Public Works to approve additional work in an amount not to exceed \$200,000, if required

FISCAL IMPLICATION:

Design Services	\$ 390,860.00
Inspection Services	\$ 147,200.00
Construction Contract	\$3,543,913.75
Additional Work Authority	\$ 200,000.00
TOTAL	\$4,281,974.75

Funds are included in the Capital Improvement Plan for this project in the amount of \$4.5 million.

DISCUSSION:

The project plans and specifications were approved by the City Council at the meeting of September 07, 2004. The scope of work for the proposed project includes:

- A) Replacement of light poles and fixtures, conduit, and electrical wiring
- B) Removal and reconstruction of the entire walkway surface and curb
- C) Correction of drainage deficiencies
- D) Improve environmental issues of storm water drainage discharge
- E) Structural and surface repair of retaining walls
- F) Improve maintenance issues
- G) Improve American's with Disabilities Act (ADA) issues

DISCUSSION:

Additional Work Authority

Authorizing the Director of Public Works to approve additional work in an amount not-to-exceed \$200,000 would expedite construction on this project. Projects that involve extensive excavation have a prior probability for encountering unforeseen conditions. If the contingency is approved with this award, the Public Works Director will report the status of any additional work to Council at the end of the project.

Environmental Review

This project is Categorically Exempt from the requirements of the California Environmental Quality Act (CEQA) pursuant to Class 2, Section 15302 (c), "Replacement or Reconstruction of Existing Facilities". A Notice of Exemption has been filed with the County Clerk's office.

Bid Proposals

A total of 10 competitive bids were received and opened on January 12, 2005. The bids ranged from S.P. Pazargad Engineering Construction's low bid of \$3,543,913.75 to a high bid of \$6,089,554.00. S.P. Pazargad Engineering Construction's bid was reviewed by the Public Works Department and found to be responsive and in accordance with prevailing construction prices.

Representatives of agencies where work has been performed by S.P. Pazargad Engineering Construction have indicated that the construction work performed was to their satisfaction. The project was discussed with a representative of the firm and he expressed confidence in his bid and a desire to perform the work.

As shown on the receipt of bids summary attached, at the time of the bid opening there was a discrepancy between the City's time stamp equipment and the actual time. Four of the bids submitted were presumed to be submitted after the bid time deadline. Upon discovering the discrepancy with the time stamp equipment, City staff made a determination that the subject bids were submitted on time. The process of the bid acceptance was discussed with the City Attorney and he determined that City staff's actions were proper. All ten of the contractors submitting bids were notified by letter (overnight delivery) of staff's intention to recommend award of contract to S.P. Pazargad Engineering Construction, Inc. at the January 18, 2005 City Council meeting.

Attachment: A. Receipt of Bids Summary
B. Notification to Bidders

xc: Robert V. Wadden, Jr., City Attorney
Liza Tamura, City Clerk

CITY OF MANHATTAN BEACH

RECEIPT OF BIDS FOR

STRAND WALKWAY AND LIGHTING IMPROVEMENTS PROJECT

Bids were publicly opened, examined and declared at the hour of **11:00 a.m., Wednesday, January 12, 2005** in the City Clerk's Office of City Hall, 1400 Highland Avenue, Manhattan Beach, California 90266.

<u>BIDDER</u>	<u>AMOUNT OF BID</u>
Stronghold Engineering, Inc. Riverside, CA	\$ 4,974,124.00
Pete & Sons Construction, Inc. Riverside, CA	\$ 6,089,554.00
Metro Builders & Engineers Group Ltd. Newport Beach, CA	\$ 3,996,842.10
T. B. Penick & Sons, Inc. San Diego, CA	\$ 4,810,368.00
Mallcraft, Inc. Altadena, CA	\$ 6,885,573.75
Palp, Inc. (dba Excel Paving Company) Long Beach, CA	\$ 4,459,490.00

Bids Opened After Time Stamp Discrepancy Discovered

S.P Pazargad Engineering Construction, Inc. Van Nuys, CA	\$3,543,913.95
Pima Corporation Los Angeles	\$4,287,820.00
Griffith Company Santa Fe Springs	\$6,362,290.00
Ecology Construction, Inc. Canoga Park	\$4,217,605.00

The bids were taken under advisement of the Public Works Engineering Department for checking, reporting, and recommendation to the City Manager and presentation to the City Council for award.



City Hall

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Manhattan Beach, CA 90266-4795

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January 13, 2005

Stronghold Engineering, Inc.
2000 Market Street
Riverside, CA 92501

Re: Strand Walkway and Lighting Improvements Project – Bid Opening

Gentlemen:

The City of Manhattan Beach would like to thank you for submitting your bid for the Strand Walkway and Lighting Improvements Project. As you may know, at the time of the bid opening, there was a discrepancy between the City's time stamp equipment and the actual time. Four of the bids submitted were presumed to be submitted after the bid time deadline. Upon discovering the discrepancy with the time stamp equipment, City staff made a determination that the four subject bids were submitted on time.

The process of the bid acceptance was discussed with the City Attorney, and he determined that the City staff's actions were proper. Attached to this letter is a list of all the bids received, including those after the time stamp discrepancy was discovered. It is therefore the City's intention to recommend that the City Council award the contract for this project to S.P. Pazardgad Engineering Construction, Inc. in the amount of \$3,543,913.95. City Council will be considering the staff's recommendation at their regularly-scheduled Council meeting to be held on the evening of January 18, 2005. The meeting will be held in the City Council chambers, which is located at 1400 Highland Avenue, Manhattan Beach, California, 90266.

Should you have any additional questions regarding this matter, please feel free to contact me at (310) 802-5352, at your convenience.

Sincerely,

Dana Greenwood
City Engineer

Attachment: Bid result summary

xc: Geoff Dolan, City Manager
Robert V. Wadden, Jr., City Attorney
Neil C. Miller, Director of Public Works
Michael C. Guerrero, Senior Civil Engineer