

TO:

Honorable Mayor and Members of the City Council

FROM:

Joyce Masterson, Assistant to the City Manager/Project Manager

SUBJECT: REJECTION OF ALL BIDS FOR BID PACKAGE 01A (FINAL CLEANUP) FOR THE

POLICE AND FIRE HEADQUARTERS

RECOMMENDATION:

It is requested that Council adopt Resolution No. 2010-02 rejecting all bids for Phase IV Bid Package 01A (Final Cleanup) of the Police and Fire Headquarters and authorize staff to solicit proposals using the informal bid process after refining the scope of services to a level appropriate for a new construction project.

FISCAL ANALYSIS:

None

CORRELATION TO THE CITY COUNCIL ACTION PLAN:

This item relates to the Infrastructure and Public Facilities element of the 2009-2010 Council Action Plan.

PREVIOUS ACTION:

On November 18, 2009, Council Adopted Resolution No. 2009 -134 rejecting the sole bid for Phase IV Bid Package 01A (Janitorial Maintenance) of the Police and Fire Headquarters and directed staff to re-advertise the bid package with a clarified scope of work to include experience in new construction clean up.

BACKGROUND:

Two contractors submitted bids which were opened by the City Clerk on December 22, 2009, with the following result:

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Contractor	Base Bid	Extended Overhead	Total Bid *
Baron Services Company	\$135,997	Failed to submit	unknown
KBM Facility Solutions	\$152,470	\$0 x 60 days = \$0	\$152,470

^{*}Note: In determining the lowest responsible responsive bidder, the extended overhead/delay related costs are added to the base bid; however, the contract is awarded for the base bid only.

Baron Services Company failed to include pricing for extended overhead/delay, therefore their bid was deemed non-responsive. The bid from KBM Facility Solutions far exceeded the Construction Manager's estimate of approximately \$50,000. In light of the higher than anticipated bid results, it appears that the bid requirements were more stringent than necessary for a new construction project.

Staff recommends that the City Council reject all bids and authorize staff to solicit proposals using the informal bid process after refining the scope of services to a level appropriate for a new construction project.

Respectfully submitted,

Joyce Masterson

Assistant to the City Manager

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RESOLUTION NO. 2010-02

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ESCONDIDO, CALIFORNIA, REJECTING ALL BIDS FOR BID PACKAGE 01A (FINAL CLEAN UP) FOR THE CONSTRUCTION OF THE POLICE AND FIRE HEADQUARTERS

WHEREAS, the Escondido City Council authorized an invitation for bids for the final cleanup of the Police and Fire Headquarters (the "Project") prior to move in; and

WHEREAS, the City of Escondido opened the sealed bids for the Project on December 22, 2009; and

WHEREAS, an evaluation of the two bids received revealed one was nonresponsive and the other far exceeded the construction manager's estimate; and

WHEREAS, Public Contract Code Section 20166 authorizes a local agency, at its own discretion, to reject all bids and solicit new proposals; and

WHEREAS, the Assistant to the City Manager has recommended that it would be in the best interest of the City to reject all bids and solicit new proposals for the Project;

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Escondido, California, as follows:

- 1. That the above recitations are true.
- That the City Council accepts the recommendation of the Assistant to the
 City Manager to reject all bids and to solicit new proposals for the project.