

CONSENT CALENDAR January 24, 2017

To: Honorable Mayor and Members of the City Council

From: N. Dee Williams-Ridley, City Manager

Submitted by: Scott Ferris, Director, Parks Recreation & Waterfront

Subject: Reject All Bids and Re-bid the South Cove Parking Lot and Restroom

Project Specification No. 16-11056-C

#### RECOMMENDATION

Adopt a Resolution authorizing the City Manager to reject bids and direct staff to rescope and re-advertise the work associated with the South Cove Parking Lot and Restroom Project, Specification No. 16-11056-C.

### FISCAL IMPACTS OF RECOMMENDATION

A small amount of additional staff and consultant time will be required to re-scope and re-advertise the project. Staff believes current bid prices are at a premium due to the limited bidders in the market, as well as the short timeline required by grants that are funding this project. Staff recently obtained a one year extension on the grant funding. Staff anticipates that advertising this project at a later date with will lower overall project construction costs.

#### **CURRENT SITUATION AND ITS EFFECTS**

The South Cove Parking Lot and Restroom Project was advertised for bids on November 7, 2016 and received two bids on December 6, 2016. The low bid of \$1,818,000 for construction exceeded the design engineer's estimate of \$1,430,000 by 27%. The current grant funding for this project totals \$1,600,000 and must cover both the construction bid costs as well as the construction administration costs, which is an additional cost of approximately 10%. As of December 16, 2016, staff obtained a one year time extension on the grant funding for this project. Staff will work with the design consultant to re-scope the project so that the construction bid costs and the construction administration costs can be covered by the available grant funding, and the project will be re-bid in the next two to three months.

#### **BACKGROUND**

In 2013, the City received a planning grant from the California Department of Boating and Waterways to produce the design and permits for the South Cove Parking Lot, Restroom, and Dock Replacement Project. Over the past two years, the City received three grants to fund the construction of certain elements of the project comprised of the following: \$600,000 from the National Fish and Wildlife Foundation to fund the restroom and associated underground utilities; \$500,000 from the State Coastal Conservancy

and \$214,000 from the National Fish and Wildlife Foundation to renovate the East Parking Lot; and \$125,400 from the Water Trail Program of the Association of Bay Area Governments / State Coastal Conservancy to install a new ADA accessible gangway at the existing middle dock at the South Cove. Staff will continue to seek construction funding for the West Parking Lot and the Two Dock Replacements at the South Cove, which have been designed, but remain unfunded.

#### ENVIRONMENTAL SUSTAINABILITY

There are no identifiable environmental effects or opportunities associated with the subject of this report.

#### **RATIONALE FOR RECOMMENDATION**

The low bid received for construction exceeded the total available grant funding of \$1.6 million for this project by approximately \$218,000. The grant funding must cover both the construction bid costs as well as the construction administration costs, which is an additional cost of approximately 10%. Re-scoping the project is anticipated to result in new bids that can fit within the total project budget. Section 67 of the City Charter allows the City Council to reject any and all bids and to re-advertise for new bids.

## ALTERNATIVE ACTIONS CONSIDERED

None

# **CONTACT PERSON**

Scott Ferris, Director, Parks Recreation & Waterfront, 981-6700 Roger Miller, Senior Management Analyst, PRW, 981-6704

#### Attachments:

- 1: Resolution
- 2: Bid Abstract

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#### RESOLUTION NO. ##,###-N.S.

# REJECT ALL BIDS AND RE-BID THE SOUTH COVE PARKING LOT AND RESTROOM PROJECT SPECIFICATION NO. 16-11056-C

WHEREAS, in 2013, the City received a planning grant from the California Department of Boating and Waterways to produce the design and permits for the South Cove Parking Lot, Restroom, and Dock Replacement Project; and

WHEREAS, over the past two years, the City received three grants to fund the construction of certain elements of the project comprised of the following: \$600,000 from the National Fish and Wildlife Foundation to fund the restroom and associated underground utilities; \$500,000 from the State Coastal Conservancy and \$214,000 from the National Fish and Wildlife Foundation to renovate the East Parking Lot; and \$125,400 from the Water Trail Program of the Association of Bay Area Governments / State Coastal Conservancy to install a new ADA accessible gangway at the existing middle dock at the South Cove; and

WHEREAS, the South Cove Parking Lot and Restroom Project was advertised for bids on November 7, 2016 and received two bids on December 6, 2016. The low bid of \$1,818,000 for construction exceeded the design engineer's estimate of \$1,430,000. The current grant funding for this project is \$1,600,000 and must cover both the construction bid costs as well as the construction administration costs, which is an additional cost of approximately 10%; and

WHEREAS, as of December 16, 2016, staff obtained a one year time extension on the grant funding for this project. Staff will work with the design consultant to re-scope the project so that the construction bid costs and the construction administration costs can be covered by the available grant funding, and the project will be re-bid in the next two to three months.

NOW THEREFORE, BE IT RESOLVED by the Council of the City of Berkeley that the City Manager is authorized to reject bids and direct staff to re-scope and re-advertise the work associated with the South Cove Parking Lot and Restroom Project, Specification No. 16-11056-C.

# City of Berkeley Abstract of Bid Worksheet

Finance Department
General Services Division

Bid Date: 12/06/16 Addend Page 4 of 4 Bond Bond Living Wage Opp. States Work Force Comp Spec. # 16-11056-C Nuc Free 1,8/8,000:00 Base Bid FOR: South Cove Parking Lot and Rast noom Bid Recorder: N ę, ç ঞ্চ **183** යු **j**~~ 93 (n

2180 Milvia Street, Berkeley, CA 94704 Tel: 516,981,7320 TDD: 510,981,6903 Fax: 510,981,7390

Project Manager:

Bid Opener: \_\_\_

Attachment 2

E-mail: finance@ci.berkeley.ca.us