



City of Del Mar Staff Report



TO: Honorable Mayor and City Council Members

FROM: Tim Thiele, City Engineer
Via Scott W. Huth, City Manager

DATE: June 6, 2016

SUBJECT: City Hall Demolition Project Update

REQUESTED ACTION/RECOMMENDATION:

Accept the report on the update of the City Hall Demolition contract award, budget update and schedule of activities for June and July.

DISCUSSION/ANALYSIS:

A notice inviting bids was advertised on eBidboard on April 27, 2016, and May 3, 2016, and project plans and specifications were available for download on the Internet (eBidboard.com) effective May 3, 2016. Bids were received on May 26, 2016, at 4:00pm. Five bids were received, opened and are listed below:

1. AMPCO \$ 297,000
2. UEI \$ 304,000
3. First Mark \$ 412,000
4. Whillock \$ 412,890
5. WreckAge \$ 420,745

On May 27, 2016, the Unlimited Environmental, Inc. (UEI), submitted a bid protest on the grounds that the low bid contractor, AMPCO Contracting, Inc., has a substandard safety rating and EMR rating per the Public Contract Code, Section 22164 (3) (G). The Experience Modification Rate (EMR) is a number used by insurance companies to gauge both past cost of injuries and future chances of risk.

However, EMR is not a criteria used in the bid documents to select the contractor. In addition, the Contract Code referenced applies to design-build projects, not design-bid-build, which was the method used by the City to procure this project, and is not a factor to be considered.

City Council Action:

Staff did investigate past performance on recent projects by AMPCO and determined that the contractor selected is competent to perform the work in a safe and efficient manner.

Based on the criteria cited in the selection criteria for this project, and the research conducted by staff on past performance on projects by the contractor, we are confident that their safety record is acceptable.

PROJECT SCHEDULE:

- Notice of Contract Award was issued June 1, 2016. The contractor has 10 days to submit the contract and bond forms per contract requirements, June 10, 2016.
- A pre-demolition event is scheduled for Saturday, June 11, 2016, at 10:30 am.
- The Contractor is expected to start as early as June 13, 2016. Early site preparations include, the installation of fencing, noise barrier and building interior abatement. Demolition of the site is expected to be completed within approximately eight weeks.

FISCAL IMPACT:

Amount authorized for Demolition on May 13, 2016, was \$500,000 and is allocated as follows:

Contractor Bid	\$ 297,000
Design Costs/Special Inspection Report	\$ 70,000
Permits	\$ 13,000
Construction Management	\$ 30,000
Contingency	\$ 90,000
PROJECT TOTAL	\$ 500,000

The City Hall Project is funded in the City's Adopted Operating and Capital Budget for Fiscal Year 2015-2016 and 2016-2017.

ENVIRONMENTAL IMPACT:

The City Hall Project has an approved Environmental Impact Report (EIR) certified on January 4, 2016.

PRIOR CITY COUNCIL REVIEW:

On May 13, 2016, City Council authorized the City Manager to negotiate and execute a construction contract with a demolition contractor.