



CITY OF HAYWARD
AGENDA REPORT

AGENDA DATE 07/25/06

AGENDA ITEM 6

WORK SESSION ITEM _____

TO: Mayor and City Council
FROM: Director of Public Works
SUBJECT: Fire Station No. 2 Workshop Conversion and Fire Station No. 6 Women's Bathroom Addition: Rejection of Single Bid

RECOMMENDATION:

It is recommended that the City Council adopt the attached resolution rejecting the sole bid.

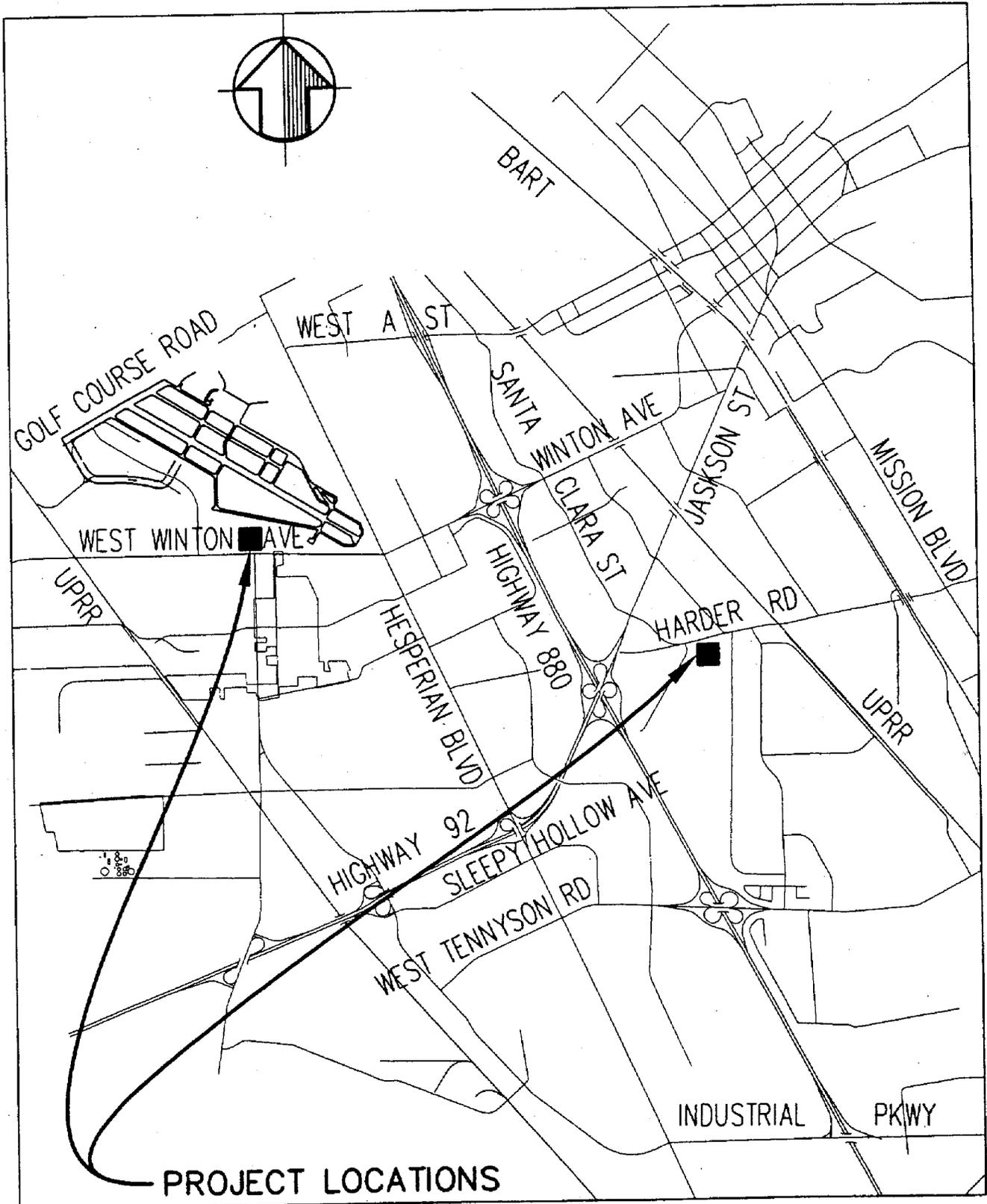
DISCUSSION:

These projects include conversion of a former drill tower, currently being used as a storage area, to a Self-Contained Breathing Apparatus (SCBA) workshop at Fire Station No. 2 and to add a women's bathroom at Fire Station No. 6.

On May 23, 2006, Council approved the plans and specifications and called for bids to be received on June 20, 2006. A "Notice to Contractors" was mailed to approximately 200 contractors, published in the newspaper, and posted on the internet. Staff also called contractors to invite bids on the project.

On June 20, 2006, a single bid was received from Page Construction Company of Novato, California in the amount of \$398,768. The bid amount was 185 percent higher than the Architect's Estimate of \$140,000 (see Exhibit B). The project architect has given his opinion that the sole bid received is unacceptably high. With many contractors busy with other construction projects during this peak summer construction season, staff has seen higher-than-expected bids for other building construction projects. Staff spoke with two contractors who picked up plans, but failed to submit bids, who indicated that they were unable to secure bid bonds in time to submit the bids. However, the bid amounts they intended to submit were similar in magnitude to the lone bidder.

Given the current market condition, it is staff's opinion that re-advertising the project at this time will not result in significantly lower bids. Waiting for a better construction market season, such as during the winter or spring, could result in significant savings to the city, especially for the type of work that is not weather dependent. Another option that staff will evaluate will be the approach used several years ago for temporary Fire Station No. 7, where City staff served as the general contractor and administered multiple purchase order contracts. Staff recommends that Council reject the bid, at this time, and direct staff to return in the fall for authority to either re-advertise or procure by individual purchase orders. Staff will also



PROJECT LOCATIONS

PROJECT NO. 6945 & 6946
 FIRE STATION NO. 2 SCBA WORKSHOP CONVERSION
 FIRE STATION NO. 6 WOMEN'S BATHROOM ADDITION
 LOCATION MAP

CITY OF HAYWARD
 FIRE STATION NO. 2 - SBCA WORKSHOP CONVERSION
 FIRE STATION NO. 6 - WOMEN'S LOCKER ROOM ADDITION
 PROJECT NOS. 6945 & 6946
 BIDS OPENED: JUNE 20, 2006

(NUMBER OF BIDS RECEIVED - 1)

BID SUMMARY				ENGINEER'S ESTIMATE		PAGE CONSTRUCTION COMPANY	
						834 VALLEJO AVENUE NOVATO, CA 94945-2431 Ph: (415) 897-1138 Fax: (415) 892-3674	
ITEM	QUANTITY	UNIT	DESCRIPTION	UNIT PRICE	TOTAL	UNIT PRICE	TOTAL
1.	1	LS	FIRE STATION NO. 2 - 320 SF SCBA WORKSHOP CONVERSION	50,000.00	50,000.00	137,791.00	137,791.00
2.	1	LS	FIRE STATION NO. 6 - 240 SF WOMEN'S LOCKER ROOM ADDITION	67,000.00	67,000.00	242,427.00	242,427.00
3.	1	LS	RECYCLING IMPLEMENTATION	5,000.00	5,000.00	550.00	550.00
4.	1	LS	ADMINISTRATIVE CHANGE ORDERS	18,000.00	18,000.00	18,000.00	18,000.00
TOTAL				\$140,000.00		\$398,768.00	

DRAFT

NH
7/19/06

HAYWARD CITY COUNCIL

RESOLUTION NO. 06-

Introduced by Council Member _____

RESOLUTION REJECTING THE SINGLE BID FOR THE FIRE
STATION NO. 2 WORKSHOP CONVERSION AND FIRE
STATION NO. 6 WOMEN'S BATHROOM ADDITION

WHEREAS, on May 23, 2006, the City Council approved the plans and specifications for the Fire Station No. 2 Workshop Conversion and Fire Station No. 6 Women's Bathroom Addition Projects, Project Nos. 6946 and 6945, and called for bids to be received on June 20, 2006; and

WHEREAS, on June 20, 2006, a single bid was received from Page Construction of Novato in the amount of \$398,768 which is substantially above the Engineer's Estimate of \$140,000.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Hayward that the single bid is rejected and hereby directs staff to return in the fall for authority to either re-advertise or procure by individual purchase orders.

IN COUNCIL, HAYWARD, CALIFORNIA _____, 2006

ADOPTED BY THE FOLLOWING VOTE:

AYES: COUNCIL MEMBERS:
MAYOR:

NOES: COUNCIL MEMBERS:

ABSTAIN: COUNCIL MEMBERS:

ABSENT: COUNCIL MEMBERS:

ATTEST: _____
City Clerk of the City of Hayward

APPROVED AS TO FORM:

City Attorney of the City of Hayward