

**COUNTY OF SAN LUIS OBISPO BOARD OF SUPERVISORS
AGENDA ITEM TRANSMITTAL**

(1) DEPARTMENT Public Works	(2) MEETING DATE 10/27/2015	(3) CONTACT/PHONE Jeff Werst, Design Division Manager (805) 781-4480	
(4) SUBJECT Submittal of a bid opening report rejecting all bids for the Meridian Fire Station Apparatus Bay Expansion project, located at 4050 Branch Road, Paso Robles. District 1.			
(5) RECOMMENDED ACTION It is recommended that the Board: <ol style="list-style-type: none"> 1. Reject all public construction bids received on July 9, 2015 for the Meridian Fire Station Apparatus Bay Expansion project (#320062); and 2. Instruct the Clerk to release all bid bonds held for the Meridian Fire Station Apparatus Bay Expansion. 			
(6) FUNDING SOURCE(S) PFF-Fire	(7) CURRENT YEAR FINANCIAL IMPACT \$0.00	(8) ANNUAL FINANCIAL IMPACT \$0.00	(9) BUDGETED? Yes
(10) AGENDA PLACEMENT <input checked="" type="checkbox"/> Consent <input type="checkbox"/> Presentation <input type="checkbox"/> Hearing (Time Est. ___) <input type="checkbox"/> Board Business (Time Est. ___)			
(11) EXECUTED DOCUMENTS <input type="checkbox"/> Resolutions <input type="checkbox"/> Contracts <input type="checkbox"/> Ordinances <input checked="" type="checkbox"/> N/A			
(12) OUTLINE AGREEMENT REQUISITION NUMBER (OAR) N/A		(13) BUDGET ADJUSTMENT REQUIRED? BAR ID Number: <input type="checkbox"/> 4/5 Vote Required <input checked="" type="checkbox"/> N/A	
(14) LOCATION MAP Attached	(15) BUSINESS IMPACT STATEMENT? No	(16) AGENDA ITEM HISTORY <input type="checkbox"/> N/A Date: 06/02/15, 07/08/14	
(17) ADMINISTRATIVE OFFICE REVIEW David E. Grim			
(18) SUPERVISOR DISTRICT(S) District 1			

Reference: 15OCT27-C-3

County of San Luis Obispo



TO: Board of Supervisors

FROM: Public Works

Jeff Werst, Design Division Manager

Margaret Mayfield, Associate Capital Projects Coordinator

VIA: Dave Flynn, Deputy Director of Public Works

DATE: 10/27/2015

SUBJECT: Submittal of a bid opening report rejecting all bids for the Meridian Fire Station Apparatus Bay Expansion project, located at 4050 Branch Road, Paso Robles. District 1.

RECOMMENDATION

It is recommended that the Board:

1. Reject all public construction bids received on July 9, 2015 for the Meridian Fire Station Apparatus Bay Expansion project (#320062); and
2. Instruct the Clerk to release all bid bonds held for the Meridian Fire Station Apparatus Bay Expansion.

DISCUSSION

On June 2, 2015, the Board authorized public bidding for construction improvements for the Meridian Fire Station Apparatus Bay Expansion project. The project was funded in Fiscal year 2013-14 for \$870,500. The total budget included the estimated costs for project management, professional services, design, construction, construction management, and contingency. The estimated cost for construction at project inception was \$520,000. The final cost estimate prepared by the County's design consultant based on the final bid documents was \$588,212.

In accordance with direction from your Board, bids for the subject contract were opened on Thursday, July 9, 2015.

One bid was received, as follows:

<u>Bidder</u>	<u>Total Bid</u>
Newton Construction, Inc.	\$952,000
Architect Estimate	\$588,212

Recommendation to Reject Bid

The one bid received exceeded the construction cost estimate by \$363,788, 62% above the estimated construction cost. The need to reject the bid results from the higher than anticipated cost for the project. Architectural Services staff has been meeting with the design consultant and Cal Fire to discuss means and methods to reduce costs, as well as seeking feedback on the bid from contractors. With suggestions and feedback, staff will be able to assess potential design and specification changes to the project and will return to your Board at a future date with a recommendation based on input received.

OTHER AGENCY INVOLVEMENT/IMPACT

The project is guided by a steering committee composed of members from County Fire Administration and Architectural Services staff.

FINANCIAL CONSIDERATIONS

On June 2, 2015, the Board authorized public bidding for construction improvements for the Meridian Fire Station Apparatus Bay Expansion project. The final cost estimate prepared by the County's design consultant based on the final bid documents was \$588,212. The County received one construction bid for the Meridian Fire Station Apparatus Bay Expansion project for \$952,000. The one bid received exceeded the estimated construction cost by \$363,788, 62% above the estimated construction cost.

RESULTS

Rejecting all bids will enable County to examine the project both in project scope and construction budget. This action is reflective of the County's commitment to financial accountability.

ATTACHMENTS

1. Location Map
2. Summary of Bids Opened

Reference: 15OCT27-C-3

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