

February 1, 2005

Honorable Mayor and Members of
the Hermosa Beach City Council

Regular Meeting of
February 8, 2005

**PROJECT NO. CIP 02-612 PUBLIC WORKS YARD RENOVATION
OIL WELL ABANDONMENT – AWARD CONTRACT**

Recommendation:

It is recommended that the City Council:

1. Award the construction contract for Project No. CIP 02-612 Public Works Yard Renovation – Oil Well Abandonment to AllenCo of Signal Hill, California, in the amount of \$60,000;
2. Authorize the Mayor to execute and the City Clerk to attest the construction contract subject to approval by the City Attorney;
3. Approve the attached Professional Services Agreement for construction inspection services between the City of Hermosa Beach and David Momeni, PhD for a fee not to exceed \$5,200;
4. Authorize the Mayor and the City Clerk to attest the Professional Services Agreement subject to approval by the City Attorney; and
5. Authorize the Director of Public Works to make minor changes as necessary within the approved budget.

Summary

On January 11, 2005, the City Council authorized re-advertising for bids for this project since the first Notice Inviting Bids brought in only one bid package - MMI Services was the single bidder and at that time their bid totaled \$140,411.81.

The revised Notice Inviting Bids was published in the Easy Reader and all known potential bidders were contacted by telephone and fax, using the list of contractors provided by the State for this type of work. A total of five (5) bid packages were mailed to contractors. The City Clerk received two bids by the closing date of Jan. 27, 2005.

The bid results were as follows:

BIDDERS	AMOUNT
AllenCo.	60,000.00
MMI Services, Inc.	112,693.05

This project is the first of several phases that will be necessary to complete a full remodel of the City Yard. The next phase will include hiring an architect to prepare plans and specifications for the renovation.

Mr. Momeni was selected to provide Construction Management Services because he possesses a Master's Degree in Petroleum Engineering and experience in plugging and abandoning oil wells.

FISCAL IMPACT:

Sufficient funding for this project is available in the current budget - \$79,858 in the Equipment Replacement Fund.

Attachments:

1. Construction Contract
2. Professional Services Agreement

Respectfully submitted,

Concur:

Homayoun Behboodi
Associate Engineer

Richard D. Morgan, P.E.
Director of Public Works/City Engineer

Noted for fiscal impact:

Concur:

Viki Copeland
Finance Director

Stephen R. Burrell
City Manager