

August 1, 2006

Honorable Mayor and Members of
The Hermosa Beach City Council

Regular Meeting of
August 8, 2006

**NON-CIP PROJECT NO. 009-06 PIER CLOCK BENCH BARRIER PROJECT
REJECT ALL BIDS**

Recommendation:

It is recommended that the City Council:

1. Reject all bids for Non-CIP Project No. 009-06 Pier Clock Bench Barrier Project;
2. Authorize staff to re-advertise for bids and invite all previous bidders to re-bid the project.

Background:

On July 13, 2006, Public Works staff advertised for bids in accordance with public contract requirements. The City Clerk received two bids by the closing date of July 31, 2006. The bids were publicly opened and read aloud. The results were as follows:

<u>Company</u>	<u>Bid Amount</u>
1. M3 Service	\$ 105,170.70
2. Zondiras Corp.	\$ 129,452.00

The proposed work includes installation of a clock donated by the Hermosa Beach Kiwanis and construction of a reinforced concrete bench barrier and related electrical work.

Analysis:

Staff reviewed the bids and found the bid amount to be significantly higher than expected. Discussions with local contractors not involved in the project confirmed the prices were high. For the low bid, concrete costs are roughly \$2,000 per cubic yard. Costs for this type of work are typically \$800 to \$900 per cubic yard.

Staff will reevaluate bid package and may re-bid the project.


Fiscal Impact:

None at this time.

Respectfully submitted,

Concur:


Kenneth Reamey
Project Manager


Richard D. Morgan
Director of Public Works/City Engineer


Stephen R. Burrell
City Manager