

REPORT OF GENERAL MANAGER

NO. 05-01

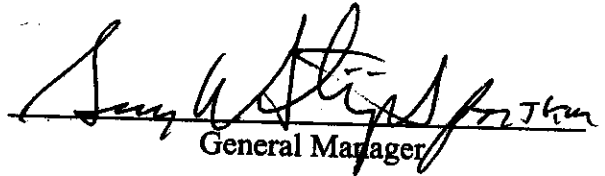
DATE January 5, 2005

C.D. 1

BOARD OF RECREATION AND PARK COMMISSIONERS

SUBJECT: ECHO PARK DEEP POOL RENOVATION (W.O. # E170388F) - REJECTION OF BID

|           |                  |            |       |
|-----------|------------------|------------|-------|
| * K. Chan | <u>OM R.K.C.</u> | J. Combs   | _____ |
| H. Fujita | _____            | J. Kolb    | _____ |
| F. Mok    | _____            | G. Stigile | _____ |

  
 General Manager

Approved \_\_\_\_\_ Disapproved \_\_\_\_\_ Withdrawn \_\_\_\_\_

RECOMMENDATION:

That the Board reject the bid received on September 21, 2004, for the Echo Park Deep Pool Renovation (W.O. #E170388F).

SUMMARY:

On August 11, 2004, the Board approved final plans and call for bids for the Echo Park Deep Pool Renovation located at 1419 Colton Street, Los Angeles (Report No. 04-245). The estimate for the construction cost of this project was \$2,600,000.00. Plans called for the construction of improvements to an existing building and bathhouse involving removal and replacement of the roof structure over the existing swimming pool and bathhouse, and disabled access upgrades.

On September 21, 2004, one bid was received:

| <u>BIDDER #1 - United Riggers &amp; Erectors, Inc.</u> | <u>AMOUNT (\$)</u> |
|--|--------------------|
| Base Bid   | \$4,717,000.00     |
| Deductive Alternate No. 1                              | \$420,800.00       |
| Deductive Alternate No. 2                              | \$184,590.00       |
| Additive Alternate No. 1                               | \$9,185.00         |
| Additive Alternate No. 2                               | \$22,000.00        |
| Additive Alternate No. 3                               | \$39,513.00        |
| Additive Alternate No. 4                               | \$8,932.00         |
| Additive Alternate No. 5                               | \$3,385.00         |
| Additive Alternate No. 6                               | \$21,428.00        |
| Additive Alternate No. 7                               | \$6,188.00         |

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The bid is recommended for rejection because there are insufficient funds available to award the contract even if all the deductive alternates are exercised. The high bid may have resulted from the following: 1) the project was misunderstood to be improvements to the swimming pool rather than improvements to the building, which limited the number of available contractors and subcontractors; and 2) the current high bidding climate that the City is experiencing in various projects. In order to clarify the project scope within the project title, the project will be re-advertised as "Echo Park Building Renovation" in a separate board report. The plans and specifications were also revisited to do further value engineering.

This report was prepared by Cathie Santo Domingo, Project Manager, Recreational and Cultural Facilities Program, Bureau of Engineering.