

APPROVED
JUN 06 2012

REPORT OF GENERAL MANAGER

NO. 12-173

DATE June 6, 2012

BOARD OF RECREATION
& PARK COMMISSIONERS

C.D. 5

BOARD OF RECREATION AND PARK COMMISSIONERS

SUBJECT: PALMS RECREATION CENTER – SOCCER FIELD (PRJ20212)
(W.O. #E170116F) PROJECT – REVIEW OF BIDS AND AWARD OF
CONTRACT

| | | | |
|-----------|-------|-------------|-----------------|
| R. Adams | _____ | K. Regan | _____ |
| H. Fujita | _____ | *M. Shull | <i>also for</i> |
| V. Israel | _____ | N. Williams | _____ |

[Signature]
General Manager

Approved _____

Disapproved _____

Withdrawn _____

RECOMMENDATIONS:

That the Board:

1. Find Ranbay Construction Corporation, with a base bid of \$348,000 to be the lowest responsive and responsible bidder for the Palms Recreation Center - Soccer Field (PRJ20212) (W.O. #E170116F) project;
2. Award the contract to Ranbay Construction Corp, for a total contract amount of \$348,000, all according to the plans and specifications;
3. Authorize the Department's Chief Accounting Employee to encumber \$348,000 from the following fund and account numbers under the awarding authority of this Board Report; and

| <u>FUNDING SOURCE</u> | <u>FUND/DEPT/ACCT NO.</u> | <u>ENCUMBRANCE AMOUNT</u> |
|-----------------------|---------------------------|---------------------------|
| Proposition K Year 15 | 43K/10/10H882 | \$228,000 |
| Quimby | 302/89/89460K-PF | \$120,000 |
| Total: | | \$348,000 |

4. Direct staff to prepare a contract and authorize the Board of Recreation and Park Commissioners' (Board) President and Secretary to execute the contract, subject to City Attorney approval as to form.

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SUMMARY:

On March 14, 2012, the Board approved final plans and call for bids for the Palms Recreation Center – Soccer Field (PRJ20212) (W.O. #E170116F) project, located at 2950 Overland Avenue, Los Angeles, California 90064 (Board Report No. 12-057). This is a Proposition K competitive project (7th Cycle). Plans for this project were prepared by the Department of Public Works, Bureau of Engineering (BOE), Architectural Division. The proposed scope of work calls for installation of a new natural turf soccer field, new seating wall and retaining wall, a new irrigation system, new trees and lawn, new drinking fountain, new 6-foot high fence, and refurbishment of the existing T-ball infield.

On April 24, 2012, ten bids were received for this project. The lowest responsive and responsible bidder is Ranbay Construction Corporation, with a base bid amount of \$348,000 which is \$52,000 below the City Engineer's cost estimate of \$400,000. It should be noted that the bid solicitation documents and Board Report No. 12-057 erroneously indicated that the City Engineer's cost estimate was \$700,000. The actual City Engineer's estimate was \$400,000. Based on the bids received, as listed below, it is obvious that the error did not impact the bid prices. The bid amounts received are as follows:

| <u>Bidders</u> | <u>Base bid</u> | <u>Comments</u> |
|---|-----------------|---|
| Ranbay Construction Corporation | \$348,000 | Responsive |
| Kasa Construction Inc. | \$373,685 | Non-Responsive for failure to comply with Business Inclusion Program outreach requirements |
| Geronimo Concrete Inc. | \$430,531 | Non-Responsive for failure to comply with: <ul style="list-style-type: none">• Business Inclusion Program outreach requirements• Contractor Responsibility Ordinance Questionnaire• Submit City Ethic Commission Form CEC Form 50 |
| Yakar | \$443,500 | Non-Responsive for failure to comply with Business Inclusion Program outreach requirements |
| C. S. Legacy Construction, Inc. | \$464,091 | Responsive |
| Environmental Construction, Inc. | \$469,189 | Review not performed for this bidder |
| Simgel Co., Inc. | \$472,000 | Review not performed for this bidder |
| Pima Corporation | \$484,080 | Review not performed for this bidder |
| Oceanstate Development, Inc. | \$488,000 | Review not performed for this bidder |
| California Building Evaluation and Construction, Inc. | \$598,600 | Review not performed for this bidder |

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The bid specifications stated the low bidder would be determined to be the responsive and responsible bidder submitting the lowest base bid. Ranbay Construction Corporation submitted the lowest base bid, as shown on the previous page. It is recommended that the project be awarded to Ranbay Construction Corporation, for a total construction contract of \$348,000. Sufficient funds are available to award the contract and for the construction and project contingencies from the following accounts:

| <u>FUNDING SOURCE</u> | <u>FUND/DEPT/ACCT. NO.</u> |
|-------------------------|----------------------------|
| Proposition K - Year 14 | 43K/10/10G882 |
| Proposition K - Year 15 | 43K/10/10H882 |
| Quimby | 302/89/89460K-PF |

The project is subject to the City's new Business Inclusion Program (BIP), in compliance with the Mayor's Directive No. 14, which replaces the former Minority Business Enterprise, Women Business Enterprise, and Other Business Enterprise (MBE/WBE/OBE) Good Faith Effort Subcontractor Outreach Program. Ranbay Construction Corp. (Ranbay) has successfully posted all the required BIP outreach documentation on the Los Angeles Business Virtual Assistance Network (LABAVN) that demonstrated satisfactory effort in its outreach to Minority Business Enterprise (MBE), Women Business Enterprise (WBE), Small Business Enterprise (SBE), Emerging Business Enterprise (EBE), Disabled Veteran Business Enterprise (DVBE), and Other Business Enterprise (OBE) for sub-bid or subcontracting businesses. Staff has evaluated the outreach documentation submitted by Ranbay, and determined that Ranbay has passed all six indicators as required for the effort to obtain sub-bid/subcontracting participation by MBE, WBE, SBE, EBE, DVBE and OBE businesses, and is in compliance with the BIP outreach requirements. The outreach documentation package is on file in the Board Office, and a synopsis of the said package is attached to this report.

The City Attorney and staff have reviewed the bid submitted by Ranbay Construction Corporation and found it to be in order. Staff recommends that the Board find Ranbay Construction Corporation to be the lowest responsive and responsible bidder.

The Department of Public Works, Office of Contract Compliance (OCC) indicated that there have been no labor compliance violations and that all other legal requirements have been complied with by the bidder.

In accordance with the requirements of the California Environmental Quality Act, a Notice-of-Exemption (NOE) was filed with the Los Angeles City Clerk and the Los Angeles County Clerk on June 10, 2010. The scope of the project and the environmental setting has not been changed since the adoption of the NOE, and therefore is still valid for the award of the construction contract. No further environmental documentation is required.

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FISCAL IMPACT STATEMENT:

There is no anticipated fiscal impact to the Department's General Fund because the project's construction costs will be fully funded by the above listed funding sources specifically identified and approved for use of this project. The assessments of the future operations and maintenance costs have yet to be determined and would be addressed in future budget requests.

This report was prepared by Erick Chang, Project Manager, BOE, Recreational and Cultural Facilities Program. Reviewed by Neil L. Drucker, Program Manager, BOE, Recreational and Cultural Facilities Program; Deborah Weintraub, Chief Deputy City Engineer, BOE; and by Michael A. Shull, Superintendent, Planning, Construction and Maintenance Division.