

TO: James L. App, City Manager
FROM: Doug Monn, Interim Public Works Director
SUBJECT: Veteran's Memorial Building water damage bid award
DATE: March 15, 2005

NEEDS: For the City Council to consider awarding a contract to Newton Construction for water damage repairs at the Veteran's Memorial building.

- FACTS:**
1. On November 28, 2004 the Fire sprinkler system at the Veteran's memorial building malfunctioned causing substantial water damage to the interior finishes.
 2. In an attempt to secure repair services at the most economical price, specifications were drafted and bids sought in accordance with the City's Purchasing and Payment Procedures Manual.
 3. Three bids were received and opened on March 4, 2005. The bids ranged from a low bid of \$12,915 to a high bid of \$15,560.
 4. The low bid of \$12,915 submitted by Newton Construction was reviewed and deemed a responsive bid.

**ANALYSIS
AND**

CONCLUSION: Current Municipal codes require a fully operational fire suppression system be installed in all new buildings including the Veteran's Memorial Building. A November 28, 2004 late evening sprinkler system malfunction, a rare and unpredictable event, caused substantial water damage to the interior finishes. The City Insurance Carrier, less the deductible, will cover the repair costs. Building Maintenance Funds can cover the deductible.

POLICY

REFERENCE: Purchasing and Payment Procedures Manual.

Fiscal

Impact: The City's Insurance Carrier will pay the majority of the repair costs. Building Maintenance funds will pay the balance (deductible) resulting in no impact on the General Fund.

- OPTIONS:**
- a. Approve Resolution No. 05-xx authorizing the City Manager to enter into a contract with Newton Construction in the amount of \$12,915 for repair of the Veteran's Memorial Building.
 - b. Amend, modify, or reject the above option.

Attachments (2)

- 1) Resolution
- 2) Bid Summary

RESOLUTION NO. 05-

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PASO ROBLES
AWARDING THE CONTRACT FOR WATER DAMAGE REPAIRS FOR VETERAN'S
BUILDING, DPW PROJECT NO. 05-01, TO NEWTON CONSTRUCTION & MANAGEMENT
OF SAN LUIS OBISPO, CALIFORNIA, AND AUTHORIZE EXECUTION OF THE CONTRACT

WHEREAS, the bid opening for Water Damage Repairs for Veteran's Building, DPW Project No. 05-01 was held on March 4, 2005, with three bids received; and

WHEREAS, bids were receive ranging from a low bid of \$12,915 to a high bid of \$15,560; and

WHEREAS, City staff reviewed the bids received and has recommended that the bid be awarded to the low bid of \$12,915.00 submitted by Newton Construction of San Luis Obispo, California; and

WHEREAS, funding for this project will be provided by the City's insurance carrier , less the deductible, and existing Building Maintenance funds will cover the deductible.

THEREFORE, BE IT RESOLVED AS FOLLOWS:

SECTION 1. That the City Council of the City of Paso Robles does award the bid for Water Damage repairs for Veteran's Building, DPW Project No. 05-01 to Newton Construction in the amount of \$12,915.00.

SECTION 2. That the City Council of the City of Paso Robles does authorize the City Manager to execute the contract with Newton Construction for Water Damage Repairs at the Veterans Memorial Building, DPW Project No. 05-01.

ADOPTED by the City Council of the City of El Paso de Robles at a regular meeting of said Council held on the 15th day of March 2005 by the following vote:

AYES:
NOES:
ABSTAIN:
ABSENT:

Frank R. Mecham, Mayor

ATTEST:

Sharilyn M. Ryan, Deputy City Clerk