

**TO:** James L. App, City Manager  
**FROM:** Doug Monn, Public Works Director  
**SUBJECT:** Demolition of Structure, 390 Gahan Place  
**DATE:** June 1, 2010

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**NEEDS:** For City Council to consider awarding a contract to demolish an existing structure at 390 Gahan Place.

**FACTS:**

1. The City has obtained a Federal Stimulus Grant to realign Theatre Drive from its existing connection at Highway 46, relocating it to the west behind the Hampton Inn.
2. There is an existing abandoned structure that needs to be removed in order to facilitate construction of the Theatre Drive realignment project.
3. Bid documents to demolish the structure were prepared and the project was advertised for bids.
4. At the bid opening on May 20, 2010, ten bids were received as follows:

Viborg Sand & Gravel	\$ 12,750
Bullard & Sons Construction	13,743
Hallett Backhoe Services	15,600
Black Bull Construction	15,777
Michael Frederick Paving	16,622
MGE Underground	17,384
Madruga Construction	17,900
PSC Industrial Outsourcing	19,181
R. Burke Corporation	19,750
Silver Development & Associates	24,000

**ANALYSIS & CONCLUSION:** The low bid submitted by Viborg Sand & Gravel was reviewed by staff and found to be a responsive and responsible bid.

**POLICY REFERENCE:** Adopted Circulation Element of the General Plan

**FISCAL IMPACT:** A project budget in the amount of \$4.1 million has been adopted for the realignment project. The budget is a combination of Federal Stimulus Grant, Urban State Highway Act grants, and local City match, pooled together as a funding source. Costs to demolish the structure will be paid for from this budget.

**OPTIONS:**

- a. Adopt Resolution No. 10-xx awarding the contract to demolish the structure at 390 Gahan Place to Viborg Sand & Gravel in the amount of \$12,750, and authorize the City Manager to execute the contract.
- b. Amend, modify, or reject the above option.

Prepared by: Ditas Esperanza, P.E., Capital Projects Engineer

Attachments: Resolution  
Exhibit

RESOLUTION NO. 10-

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PASO ROBLES  
AWARDING A CONTRACT TO DEMOLISH AN EXISTING STRUCTURE  
AT 390 GAHAN PLACE

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WHEREAS, the City has obtained Federal Stimulus Grant, Urban State Highway Act grants for a project to realign Theatre Drive from its existing connection at Highway 46, and relocating it to the west behind the Hampton Inn; and

WHEREAS, there is an existing structure that needs to be removed in order to begin construction of the Theatre Drive realignment project; and

WHEREAS, bid documents to demolish the structure were prepared and advertised, and at the bid opening on May 20, 2010, ten bids were received ranging in price from \$12,750 to \$24,000; and

WHEREAS, staff reviewed the low bid submitted by Viborg Sand and Gravel and found it to be a responsive and responsible bid; and

WHEREAS, funds for the demolition are available in the project budget for realignment of Theatre Drive.

THEREFORE, BE IT RESOLVED AS FOLLOWS:

SECTION 1. The City Council of the City of El Paso de Robles does hereby award a contract to demolish the structure at 390 Gahan Place to Viborg Sand and Gravel in the amount of \$12,750, and authorizes the City Manager to execute the contract.

PASSED AND ADOPTED by the City Council of the City of Paso Robles this 1st day of June 2010 by the following vote:

AYES:  
NOES:  
ABSTAIN:  
ABSENT:

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Duane Picanco, Mayor

ATTEST:

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Lonnie Dolan, Deputy City Clerk