

STATEMENT OF BUDGET IMPACT
(Policy Number 94-45)
Budgetary Review of Proposed Resolution &
Ordinances with Financial Implication.

Date: January 16, 2015

File: BIS 15 – 064R

File: TMP-2014-00675

Proposed Legislation:

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, REJECTING THE AWARD OF BID FOR PEMBROKE ROAD WALL MAINTENANCE AND REPAIR PROJECT BID NUMBER F-4430-14-RD AND FOR PEMBROKE ROAD WALL REPLACEMENT PROJECT BID NUMBER EN-14-014; AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO EXECUTE THE ATTACHED CONTRACT BETWEEN SAGARIS CORP. AND THE CITY OF HOLLYWOOD FOR THE REPLACEMENT OF THE PEMBROKE ROAD WALL PROJECT BID NUMBER EN-14-014A FROM SOUTH 25TH AVENUE TO SOUTH 27TH AVENUE IN THE AMOUNT OF \$184,445.00; APPROVING AN AMENDMENT TO THE APPROVED FISCAL YEAR 2015 CAPITAL IMPROVEMENT PROGRAM TO REALLOCATE FUNDS FOR THE PEMBROKE ROAD WALL REPLACEMENT PROJECT AS SET FORTH IN EXHIBIT A, AUTHORIZING THE ESTABLISHMENT OF NECESSARY ACCOUNTS AND THE TRANSFER OF FUNDS, AND PROVIDING AN EFFECTIVE DATE.

Statement of Budget Impact:

1. ☐ No Budget Impact associated with this action;
2. ☒ Sufficient budgetary resources identified/available;
3. ☐ Budgetary resources not identified/unavailable;
4. ☐ Potential Revenue is possible with this action;
5. ☒ Will not increase the cost of Housing;
6. ☐ May increase the cost of Housing; (CDAB review required)

Explanation:

This Resolution seeks, first, to reject all bids received in response to the City's Notice of Bid Availability for Bid Number F-4430-14-RD related to the maintenance and repair of the Pembroke Road Wall. At the September 17, 2014 meeting of the City Commission, Resolution R-2014-276, proposing the award of a bid for the maintenance and repair of

the Pembroke Road Wall pursuant to the plans and specifications contained in the City's bid document numbered F-4430-14-RD, was withdrawn from the agenda.

City staff was instructed to pursue a wall replacement solution instead of repairing the existing wall. New plans and specifications were produced by City staff under Project Bid Number EN-14-014 which provided two different wall replacement options, (1) a precast concrete wall system and (2) a concrete masonry units/block wall. Interested bidders could choose to submit bids on either or both options with the lowest, responsible and responsive bidder to be recommended based upon the City Commission's determination as to which option the City should pursue in replacing the existing Pembroke Road Wall with a new wall. The new bid documents containing the plans and specification for the replacement wall were released by the City on November 12, 2014 with a bid return date of December 2, 2014. In response, the City received two (2) responses from interested parties. Upon opening, reviewing and evaluating the two (2) bid responses, it was determined that one (1) of the bid responses was non-responsive as the bid response was not filed in a timely fashion with the City leaving only the bid response from Sagaris Corporation.

It was then determined that the best interests of the City would be best served by re-advertising and re-bidding the project in order to obtain more competitive bids under each of the above described wall replacement options. Consequently, this Resolution also seeks to reject the bids received pursuant to Project Bid number EN-14-014.

The Pembroke Road Wall Replacement project was thereupon re-advertised and re-bid on December 11, 2014 under Project Bid Number EN-14-014a. In response five (5) bid proposals were received and on December 30, 2014, said bid responses were opened, reviewed and evaluated by City staff. With respect to Replacement Option 1 – Precast Concrete Wall, four (4) bid were submitted with the bid from JZT Utilities, Inc. in the amount of \$191,730.00 determined to be the lowest, responsive and responsible bid. With respect to Wall Replacement Option 2 – Masonry/Block Wall, two (2) bids were received with one (1) of the bids determined to be non-responsive. Consequently, under Option 2 the lowest, responsive, responsible bid was determined to be the bid submitted by the Sagaris Corporation in the amount of \$199,457.50.

Upon further negotiations with the lowest, responsive, responsible bidder under each of the two options, Sagaris Corporation agreed to reduce its bid under Option 2 by an additional \$15,012.50 resulting in a final bid of \$184,445.00 whereas JZT Utilities, Inc. did not agree to any reduction in pricing under its Option 1 bid. This resulted in Sagaris Corporation offering the City the lowest, responsive, responsible bid cost.

On October 15, 2014, the City Commission adopted R-2014-301 which continued the appropriation for previously approved Capital Projects from FY 14 to FY 15 and included funding of \$75,000 for the Pembroke Road Project. On December 17, 2014 the City Commission adopted R-2014-375 which amended the adopted CIP and allocated an additional \$75,000 to the project. Currently, \$150,000 is available in account # 34.1400.14491.541.006303.

The proposed resolution further amends the adopted Capital Improvement Program and provides the authorization and funding for an additional \$37,692 for the Pembroke Road Project.

PREPARED BY: Kee Juen Eng
Budget Manager

APPROVED BY: Mirtha Dziedzic
Assistant Director Budget and Financial Services