



## THE CITY OF KEY WEST

Post Office Box 1409 Key West, FL 33041-1409 (305) 809-3700

MEMORANDUM

### EXECUTIVE SUMMARY

**Date:** January 19, 2017

**To:** Jim Scholl, City Manager

**From:** Terrence Justice, Construction Coordinator

**CC:** Jim Bouquet, Director of Engineering  
Greg Veliz, Assistant City Manager

**Subject:** **Reject bid received for Mole Pier Protective Electrical Relays**

#### Action Statement

This Resolution would reject the single bid received for *Mole Pier Protective Electrical Relays* Invitation to Bid (ITB) #17-012. The bid significantly exceeds the Navy-provided cost estimate and Navy-authorized in-kind expenditure for this project.

#### Background

The City of Key West issued ITB #17-012 for *Mole Pier Protective Electrical Relays* on December 5, 2016. A single bid was received on December 28, 2016. Florida Keys Electric, Inc. submitted a bid of \$318,580. A copy of the bid submittal is attached. As indicated in the attached Navy authorization letter, the in-kind expenditure limit for this project is \$205,200.

#### Purpose and Justification

City Staff and Navy representatives reviewed the bid received and found it responsive though approximately 55% higher than the Navy's cost estimate and expenditure authorization. After considering their available options, the Navy has instructed the City to reject the bid.

#### Financial Issues

No budget activity is associated with this action.

#### Recommendation

Staff recommends rejection of the bid received for *Mole Pier Protective Electrical Relays* ITB 17-012.