



THE CITY OF KEY WEST

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

EXECUTIVE SUMMARY

TO: Jim Scholl, City Manager
FROM: L. Kreed Howell
DATE: May 22, 2019
RE: **Installation of Vessel Exclusion Buoys – ITB 19-012**

ACTION STATEMENT:

Award Kearns Construction Company, Inc. in the amount of \$173,892 for the installation of Navigation Aids delineating vessel exclusion zones at Fleming Key and Boca Chica (NAS Key West) as authorized by the Navy. Authorize necessary budget transfers.

BACKGROUND:

In lieu of rent payments to the Navy for the use of the Mole pier, the City of Key West (City) has agreed to facilitate authorized In-Kind Projects per the terms of Public Benefit Lease (PBL) N69450-12-RP-00166, approved by Resolution 14-034. In accordance with this lease, the Navy has issued the attached In-Kind request letter 11011 AM12/0027 dated January 31, 2019, authorizing use of in-kind funds to install pile supported regulatory signs to delineate the existing vessel exclusion (VE) zone on the west side of Fleming Key and replace 10 VE zone buoy markers to delineate the existing surface danger zone on the Northeast side of Boca Chica Key. The City subsequently prepared Invitation to Bid (ITB) 19-012 for procurement and construction services.

The following bids for ITB 19-012 were received on May 22, 2019 by Kearns Construction Company, Inc. (Kearns) and Ebsary Foundation Company, Inc. (Ebsary):

<u>Base Bids</u>	<u>Fleming Key</u>	<u>Boca Chica</u>	<u>Total Lump Sum</u>
Kearns	\$77,684	\$96,208	\$173,892
Ebsary	\$140,000	\$100,000	\$240,000

Key to the Caribbean – Average yearly temperature 77° F.

MEMORANDUM

PURPOSE AND JUSTIFICATION

Installation of the VE buoys at Fleming Key and Boca Chica was requested by the Navy in conformance with the Public Benefit Lease (PBL) N69450-12-RP-00166 between the City and the U.S. Navy via In-Kind Letter 11011 AM12/0027, issued January 31, 2019

FINANCIAL IMPACT:

Funds in the amount of \$173,892 will be transferred from the Navy Reserves Account #602-1900-519-9800 to Navy Repairs and Maintenance Account #602-1900-519-4600 and used to fund a purchase order for Kearns under Project Number OM19001902.

RECOMMENDATION:

Staff recommends awarding Kearns Construction Company, Inc. a contract in the amount of \$173,892 to provide procurement and construction services for the installation of VE buoys at Fleming Key and Boca Chica ITB 19-012 and authorizing necessary budget transfers.