



CH2M HILL
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August 5, 2010

Mr. Jay Gewin
Utilities Manager
City of Key West
3140 Flagler Ave
Key West, FL 33040

Re: Contractor Recommendation
Generator Enclosure Replacement at the Wastewater Treatment Plant
ITB #10-016

Dear Mr. Gewin:

Two (2) bids were received for the subject contract on August 4, 2010 and are summarized in the attached Bid Results Summary table. All bids included a signed proposal (SeaTech Inc. proposal did not include a seal), signed anti-kickback affidavit, and bid bond with power of attorney. Both bids also included signed and notarized public entity crimes statement, City indemnification forms and non collusion declarations.

The bids also included an additive alternate for an extended 10-year manufacturer's warranty on the generator enclosure. The additive alternate will be paid to the contractor based on the extent of the warranty language and the determination of the City if the coverage is a benefit to the City.

The apparent low bidder, SeaTech Inc., did not submit their bid on the revised bid form issued in Addenda #3, thus they did not include the pre-set \$10,000 permit allowance in their Total Base Bid. SeaTech Inc. has recent construction experience in Key West and received good references from the Navy.

We do not believe the exclusion of the \$10,000 permitting allowance gave the contractor an unfair advantage over other bidders, since this amount was pre-set in the bid form and the amount could not be changed.

We therefore recommend that the City award the contract to the apparent low-bidder, **SeaTech Inc.**, in the amount of **\$282,716**, which includes the \$10,000 permitting allowance and the ability to accept the extended warranty if desired.

Mr. Jay Gewin
Page 2
August 6, 2010

Please call me if you have any questions or need additional information.

Sincerely,

CH2M HILL



Andrew H. Smyth, P.E.

cc: David Fernandez/City Key West
Dean Garcia/CH2M HILL
Greg Smith / OMI
File

BID RESULTS SUMMARY TABLE

City Key West
 Generator Enclosure Replacement at WWTP
 Date: August 4, 2010 Time: 3:00 P.M.

Bid Requirements

BIDDER	BID SEALED	BID SIGNED	ADDEN #1	ADDEN #2	ADDEN #3	BID BOND	POWER OF ATTORNEY	ANTI KICKBACK AFFIDAVIT	PUBLIC ENTITY CRIMES
SeaTech Inc		X	X	X	X	X	X	X	X
Douglas N. Higgins, Inc.	X	X	X	X	X	X	X	X	X

Bid Cost

BIDDER	LUMP SUM BASE BID	CONTINGENCY ALLOWANCE	ATS ALLOWANCE	PERMITTING ALLOWANCE	TOTAL BASE BID	ALTERNATE ADD for 10-yr WARRANTY
SeaTech Inc	\$220,216	\$20,000	\$20,000		\$260,216	\$12,500
Douglas N. Higgins, Inc.	\$286,960	\$20,000	\$20,000	\$10,000	\$336,960	\$13,000
<i>Engineers Estimate</i>	\$359,354	\$20,000	\$20,000	\$10,000	\$409,354	\$10,000

Additional Submitted Information

BIDDER	KEY WEST INDEMNIFICATION FORM	NON-COLLUSION DECLARATION AND COMPLIANCE WITH 49 CFR S29	CITY OF KEY WEST BUSINESS LICENSE
SeaTech Inc	X	X	X
Douglas N. Higgins, Inc.	X	X	X