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

# **EXECUTIVE SUMMARY**

**TO:** Jim Scholl, City Manager

**FROM:** Doug Bradshaw, Senior Project Manager

**CC:** David Fernandez, Asst. City Manager

**DATE:** February 4, 2011

**SUBJECT:** Award of ITB No: 11-001: Demolition of 525 Angela Street and 604

Simonton Street Buildings to BG Group, LLC for \$202,529.10

# **ACTION STATEMENT:**

Award of ITB No: 11-001: Demolition of 525 Angela Street and 604 Simonton Street Buildings to BG Group, LLC for \$202,529.10

# **BACKGROUND:**

In preparation for the construction of a either a new City Hall/Fire Station or fire station on the corner of Simonton and Angela Street, the City must demolish the existing structures at 525 Angela Street and 604 Simonton Street. The project contemplated consists of providing all equipment, labor, and materials necessary to accomplish the following:

- Site preparation for demolition safety measures, disconnection of utilities, etc.
- Demolition of buildings
- Removal of foundation including footers, concrete slabs, etc.
- Removal of utilities and utility structures
- Removal of plant material
- Disposal of debris including environmentally hazardous material
- Restoration of site including fill material, grass, gravel, etc.

On November 28, 2010, the City of Key West advertised Invitation to Bid # 11-001: Demolition of 525 Angela Street and 604 Simonton Street Buildings. On December 28, 2010, the City received three (3) bids in response to the ITB. Staff examined the bids and determined that all the bids were considered responsive.

The bidders were asked to provide the bid in three different ways:

- 1. Demolition of 525 Angela Street
- 2. Demolition of 604 Simonton Street

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























# 3. Demolition of 525 Angela Street and 604 Simonton Street

The bids were as follows

Bidder	525 Angela Street	604 Simonton Street	525 Angela Street and 604 Simonton Street
The BG Group, LLC	\$169,797.90	\$104,818.80	\$202,529.10
Charlie Toppino& Sons, Inc.	\$189,518.87	\$66,543.48	\$242,326.54
D.L. Porter	\$201,524.50	\$135,475.50	\$337,000.00

During the bidding process, the City had not determined when 525 Angela Street could be demolished because of the uncertain build out time of the offices at Habana Plaza. The bid allowed up to a year delay in issuing a Notice to Proceed for either or both buildings. At this time staff believes that both buildings can be demolished during the same time period thus saving the City money.

#### **PURPOSE & JUSTIFICATION:**

The buildings are being demolished in preparation for construction of a new City Hall/Fire Station

## **OPTIONS:**

- 1. Approval of the Action Statement in its entirety.
- 2. Approval of a modified Action Statement as determined by the City Commission
- 3. Disapprove the Action Statement

## FINANCIAL IMPACT:

This project is budgeted as part of the overall new City Hall project. Estimated cost for the demolition from mbi/k2m in March 2009 was \$230,000.

## **RECOMMENDATION:**

City staff recommends option # 1, City Commission Approval of the Action Statement in its entirety: Award of ITB No: 11-001: Demolition of 525 Angela Street and 604 Simonton Street Buildings to BG Group, LLC for \$202,529.10