



# AGENDA REPORT

**Department:** Engineering & Public Works  
**Prepared by:** Ricardo Rodriguez, Assistant Engineer-Civil  
**Meeting Date:** Tuesday, November 19, 2024  
**Approved by:** Benjamin A. Martinez, City Manager

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**SUBJECT:**

Awarding a Contract to AP General Corp for the Las Palmas Park Improvements Project, CIP No. 24-13.

**RECOMMENDATION:**

Adopt a Resolution Entitled, "Resolution of the City Council of the City of National City, California, 1) Rejecting All Bids Received on September 13, 2024 for the Las Palmas Park Improvements Project, CIP No. 24-13; 2) Awarding a Contract to A.P. General Corporation in the Not-to-Exceed Amount of \$3,189,002 for the Las Palmas Park Improvements Project, CIP No. 24-13; 3) Authorizing a 15% Contingency in the Amount of \$478,350 for any Unforeseen Changes; 4) Authorizing the Mayor to Execute the Contract; and 5) Authorizing the Establishment of an Appropriation of \$2,189,002 in the American Rescue Plan Act Fund for the Las Palmas Park Improvements Project."

**BOARD/COMMISSION/COMMITTEE PRIOR ACTION:**

Not Applicable.

**EXPLANATION:**

The Las Palmas Park Improvements project, CIP No. 24-13 will replace the two existing park restrooms with new restrooms; construct a new patio area, ADA improvements and utility connections to support modular pool support buildings on the east side of Las Palmas Pool; install shade canopies around the kids pool; install new bleachers on the west side of the pool; and provide new fencing, landscaping and drainage improvements. A project location map and exhibits are provided in Exhibit A.

On August 20, 2024, the bid solicitation was posted on PlanetBids, a free public electronic bidding system for contractors, in accordance with the City's Project Labor Agreement (PLA).

On September 13, 2024, four (4) bids were received by the 2:00 p.m. deadline. All bids received significantly exceeded the engineer's estimate. Staff informed all bidders that the City was rejecting all submitted bids and would be exercising its reserved rights under the PLA to re-advertise the project as a non-PLA project.

On September 20, 2024, staff re-advertised the project on PlanetBids, in addition to the local newspaper. On October 18, 2024, seven (7) bids were received by the 5:00 pm deadline and A.P. General Corporation was the apparent lowest bidder with a total bid amount of \$4,949,869.15. Upon review of all documents submitted, A.P. General Corporation's bid was deemed responsive and they are the lowest responsible bidder qualified to perform the work as described in the project specifications.

Since the total bid exceeds the available budget for the project, staff is recommending awarding the base bid and all additive bids, except for the additive bid to construct the splash pad and associated improvements, which came in over \$1.7 million.

Therefore, staff recommends awarding a contract to A.P. General Corporation in the not-to-exceed amount of \$3,189,002 and authorizing a 15% contingency in the amount of \$478,350 to address any unforeseen conditions that may arise.

Attached are the bid opening summary sheet (Exhibit B) and a line item summary of the three lowest bidders (Exhibit C) for reference. Also attached is the Owner-Contractor Agreement (Exhibit D).

Construction is expected to begin in January 2025 and estimated to be completed by June 2025.

**FINANCIAL STATEMENT:**

Contract Award

\$2,189,002 (new appropriation - ARPA Fund)

Expenditure Account No. 117-10-18-18500-7598-1171117 (Las Palmas Park Improvements)

\$1,000,000 (funds available through prior appropriations - State Grant)

Expenditure Account No. 100-10-18-18500-7598-1172100 (Las Palmas Pool Facilities)

15% Contingency

\$478,350 (funds available through prior appropriations - General Fund)

Expenditure Account No. 100-10-18-18500-7598-1500100 (Facility Upgrades CIP)

**RELATED CITY COUNCIL 2020-2025 STRATEGIC PLAN GOAL:**

Parks, Recreation and Library

**ENVIRONMENTAL REVIEW:**

CEQA Notice of Exemption was filed with the County Recorder's Office on October 24, 2024.

**PUBLIC NOTIFICATION:**

The Agenda Report was posted within 72 hours of the meeting date and time in accordance with the Ralph M. Brown Act.

**ORDINANCE:**

Not Applicable

**EXHIBITS:**

Exhibit A – Project Exhibits

Exhibit B – Bid Opening Summary

Exhibit C – Summary of Bid Items

Exhibit D – Owner-Contractor Agreement

Exhibit E – Resolution