

OFFICE OF THE CITY ADMINISTRATOR

CITY OF OAKLAND

AGENDA REPORT

2007 JUL 12 PM 4:12

TO: Office of the City Administrator
ATTN: Deborah Edgerly
FROM: Community and Economic Development Agency
DATE: July 17, 2007

RE: **Supplemental Report To The Resolution Authorizing The City Administrator To Purchase The Necessary Construction Services And Materials For The Historic East 18th Street Pier Overlook Reconstruction Project (C242212) On The Open Market In An Amount Not To Exceed One Million Three Hundred Thousand Dollars (\$1,300,000.00), Without Return To The City Council**

SUMMARY

This supplemental report provides additional information regarding the progress of negotiations with Valentine Corporation on the Historic East 18th Street Pier Overlook Reconstruction Project (C242212). Staff is re-designing (value engineering) a portion of the project to meet the construction budget of \$1,300,000.00, and is working with the contractor to maximize Local/Small Local Business Enterprise (L/SLBE) participation.

The value engineering efforts have focused on the re-design of the retaining wall system, which surrounds three sides of the pier. The depth and the foundation of the retaining wall system have been shortened and the design simplified to reduce the amount of excavation and construction. Preliminary estimates have reduced the cost from \$1,569,369.00 to \$1,387,000.00. Additional modifications and detailing of the retaining wall system are ongoing and Valentine Corporation is working with the City to further refine their costs. None of the changes in the scope of the project will affect the outward appearance of the historic pier. In addition, traffic and pedestrian control have been clarified so the contractor will be able to reduce his costs and replacement landscaping will be deleted from this project and will be done as part of the 12th Street project landscaping.

At the time of writing this supplemental report, Valentine Corporation is continuing outreach efforts to maximize the L/SLBE participation. Staff has furnished Valentine Corporation with lists of qualified subcontractors and suppliers who could potentially participate in the project. Subcontracting and supply opportunities are focusing on the areas of steel reinforcement, demolition, electrical, painting, concrete finishing and concrete restoration. A number of certified local firms have expressed an interest in bidding on the project. While Valentine Corporation has not received most of the bids yet, they anticipate interest that will meet or exceed the L/SLBE Program requirements. Some subcontractors and suppliers cannot furnish bids until the final design is complete. Staff will continue to work closely with Valentine Corporation to maximize participation.

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ACTION REQUESTED OF THE CITY COUNCIL

Staff recommends City Council approval of the proposed resolution authorizing the City Administrator to purchase the necessary construction services and materials for the Historic East 18th Street Pier Overlook Reconstruction Project on the open market in an amount not to exceed one million three hundred thousand dollars (\$1,300,000.00), without return to the City Council. A subsequent informational report will be provided to the City Council with the final details of the scope of work and construction budget, and with details of the L/SLBE participation.

Respectfully submitted,



Claudia Cappio
Development Director
Community & Economic Development Agency

Reviewed by:
Michael Neary, P.E.
Assistant Director
Community and Economic Development Agency
Design and Construction Services Department

Prepared by:
Lyle Oehler
Capital Improvement Project Coordinator
Project Delivery Division

APPROVED AND FORWARDED
TO THE CITY COUNCIL:



Office of the City Administrator

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July 17, 2007