



REPORT

DATE ISSUED: June 20, 2003

ITEM 101

REPORT NO: HCR03-044
For the Agenda of June 27, 2003

SUBJECT: Award of Contract for the Exterior Improvements at 3010 39th Street
(Council District 3)

SUMMARY

Issue: Should the Housing Commission award a construction contract to low bidder Healey Construction Co. in the amount of \$101,766 with a ten percent contingency (\$10,176), for the exterior improvements at 3010 39th Street?

Recommendation: That the Housing Commission approve the award of a contract to Healey Construction Co. for \$101,766 and authorize the Chief Executive Officer to execute the contract (Attachment) and expend the contingency if necessary, for items not anticipated in the original scope of work.

Fiscal Impact: Funding for this contract is contained in the Capital Fund Program CA16-P063-501-02 budget. No local funds are required.

Certificate No. 03-140
Amount: \$101,766
Revenue Source: Capital Fund Program
Division: Housing Programs
Line Item: 1450 Site Improvements
1460 Dwelling Structure

Equal Opportunity Statement: Healey Construction Co. is not certified as a Disadvantaged, Women Owned or Disabled Veteran Business Enterprise. A Certificate of Compliance and a Workforce Analysis has been provided and shows that this vendor is in compliance with the San Diego Housing Commission Equal Opportunity Program.

Environmental Review: This project has been determined to be categorically exempt pursuant to Article 19 Section 15300 of the California Environmental Quality Act.



BACKGROUND

HUD established the Capital Fund program to provide financial assistance to housing authorities to improve the physical condition and upgrade the management and operation of existing Public Housing projects to assure that such projects continue to be available as affordable housing for eligible residents.

DISCUSSION

The proposed work under this contract provides for the removal and replacement of existing roofing, the painting of exterior surfaces and the completion of various site improvements at the two unit family Public Housing development located at 3010 39th Street in the City Heights area of San Diego.

On April 21, 2003, an Invitation to Bid was issued for this work. Bid advertisements were placed in the *San Diego Union*, the *San Diego Daily Transcript*, *La Prensa* and the *Voice and Viewpoint*. In addition, 150 invitations were sent to contractors of which 34 were Disadvantaged Business Enterprises (DBE).

On May 5, 2003, a pre-bid conference was conducted with five firms in attendance. During the bid period a total of ten bid packages were provided to interested contractors.

At bid closing on May 19, 2003 two bids were received. Information on the submitted bids is outlined below:

Bidder	Amount	Responsive Bidder	DBE
Healey Construction Co.	\$101,766	Yes	No
Nautilus General Contractors, Inc.	\$127,500	Yes	No

Staff analysis indicates that Healy Construction Co. has submitted the lowest responsive bid and is capable of performing the service.

Respectfully submitted,

Approved by,

Signature on File with Original Document

Steve Snyder
Asset Manager

Elizabeth C. Morris
Chief Executive Officer