



1.14

COMMUNITY/CONVENTION CENTER  
City of Sacramento  
ADMINISTRATION OFFICES

January 13, 1993

City Council  
Sacramento, California

Honorable Members in Session.

**SUBJECT: AWARD OF CONTRACT TO DANUM WEST IN THE AMOUNT OF \$89,000.00  
FOR THE ASBESTOS REMOVAL PROJECT AT THE SACRAMENTO  
COMMUNITY/CONVENTION CENTER**

**LOCATION: Sacramento Community/Convention Center -- District 1**

**STAFF RECOMMENDATION**

It is recommended that the City Council: 1) Defund \$117,500.00 from the Convention Center Authority Residual Capital Improvement Project (CIP) PA-26 to Convention Center Fund contingency; 2) Appropriate funds from Convention Center Fund contingency to new CIP; and 3) Establish a new CIP titled Asbestos Removal -- Community/Convention Center Kitchen; and 4) Authorize the City Manager to execute a contract with Danum West in the amount of \$89,000.00 for the removal of asbestos at the Sacramento Community/Convention Center

**CONTACT PERSON**

Ron Green, Facilities Administrator  
Sacramento Community/Convention Center  
264-5295

**FOR COUNCIL MEETING OF: January 19, 1993**



**SUMMARY**

This project has been advertised for bids, bids have been received and the award of the contract is recommended to the low bidder, Danum West.

**COMMITTEE/COMMISSION ACTION**

None.

**BACKGROUND INFORMATION**

On November 3, 1992, City Council approved the plans and specifications for the removal of asbestos at the Sacramento Community/Convention Center and authorized the City Clerk to advertise and receive bids.

On December 16, 1992, ten (10) bids were received and are shown below:

Rank	Contractor Name	Base Bid	MBE/WBE
1	Danum West	\$89,000.00	No
2	LVI Environ	\$93,630.00	No
3	Central Environ	\$96,232.00	No
4	Remtech Rest	\$97,322.00	No
5	Merritt Corporation	\$106,339.00	No
6	WC Watkins	\$119,923.00	No
7	Advance Istal	\$128,600.00	No
8	CST Environ	\$138,800.00	MBE
9	PW Stephens Cont	\$158,600.00	No
10	Asbestos Control Group	\$175,000.00	No

The original estimate for the removal of the asbestos was \$119,568. It is recommended that the contract be awarded to the low bidder, Danum West. Currently, Danum West is on site at the Convention Center removing asbestos related to the Convention Center Expansion project. During the construction of the original Sacramento Community/Convention Center, much of the overhead structures were sprayed with fireproofing material containing asbestos. This material has remained contained since its installation, however, in conjunction with the project to expand the facility, Volume Services, the exclusive caterer for the Center, will be remodeling the kitchen area. Prior to the renovation of the kitchen, the asbestos must be removed the kitchen and adjacent storage areas and replaced with the appropriate and safe fireproof material.

A letter of protest has been received from LVI Environmental Services which alleges that the

low bidder, Danum West, failed to include a complete sub-contractor listing in its bid and was not GPAC licensed. An investigation by staff determined that all subcontractors were listed and the low bidder does have the appropriate licenses. This information was communicated to LVI. Based on this information, LVI has withdrawn its protest.

### FINANCIAL CONSIDERATION

Funds are available in the cash reserve from the dissolution of the Sacramento Community Center Authority capital project. It is recommended that funds be transferred into the new CIP established for the removal of the asbestos in the Sacramento Community/Convention Center Kitchen.


### POLICY CONSIDERATION

The award of competitive bid is consistent with Sacramento City Code, Chapter 58, Article III, Section 58.304.

### MBE/WBE EFFORTS

Efforts were made to support the City's MBE/WBE goals. Of the ten bids received, one bid was from an MBE contractor; however, this bid ranked 8th and was 36% higher than the bid submitted by the recommended contractor.

Respectfully Submitted

  
FOR:  
**Sam J. Burns**  
Director  
Sacramento/Community Convention Center

  
**Frank Mugartegui**  
Director  
Department of General Services

Recommendation Approved:

**WALTER J. SLIPE, CITY MANAGER**

SJB:RG:tlv

# RESOLUTION NO.

ADOPTED BY THE SACRAMENTO CITY COUNCIL

ON DATE OF \_\_\_\_\_

## RESOLUTION AUTHORIZING THE AWARD OF THE AGREEMENT TO REMOVE ASBESTOS IN THE SACRAMENTO COMMUNITY/CONVENTION CENTER KITCHEN TO DANUM WEST

BE IT RESOLVED BY THE COUNCIL OF THE CITY OF SACRAMENTO:

1. That \$117,500 will be defunded from the Convention Center Authority Residual CIP Project PA-26 to Convention Center Fund contingency; and
2. That a new Capital Improvement Project (CIP) titled Asbestos Removal -- Community/Convention Center be established; and
3. That funds will be appropriated from Convention Center Fund contingency to the new CIP; and
4. That the City Manager is hereby authorized to execute an agreement with Danum West to remove asbestos in the Sacramento Community/Convention Center kitchen and adjoining storage area.

\_\_\_\_\_  
MAYOR

ATTEST:

\_\_\_\_\_  
CITY CLERK

\_\_\_\_\_  
FOR CITY CLERK USE ONLY

RESOLUTION NO.: \_\_\_\_\_

DATE ADOPTED: \_\_\_\_\_

