

December 11, 2019

**NOTICE OF INTENT TO AWARD:
S201-RFP1 Stockade Hazardous Materials and Building Removal**

The Fort Ord Reuse Authority has considered the public bids for the Project and intends to award a contract for the lump sum of \$1,179,646.05 to PARC Environmental.

Harris & Associates (Harris) reviewed the bid proposals for the Stockade Demolition Project in order to provide the Fort Ord Reuse Authority (FORA) with a recommendation as to whom to award the project. The project received bid proposals from Resource Environmental Inc. (REI) and Parc Environmental (PARC). The initial bid results were as shown below:

1. REI: \$1,416,686.70
2. Parc: \$1,654,846.05

Based on the initial bid opening, REI was the apparent lowest bidder. Harris performed an analysis of the bid to review any discrepancies. After tabulating the bid schedule, a clear discrepancy was identified, in that, a line item was bid in different manners by the two contractors. REI addressed the bid item "A7 Additional Work" as Time & Materials (T&M) and PARC bid on the line item as lump sum. Harris reviewed the bid item descriptions and schedule of values table and it was clear the description for the line item "A7 - Additional Work" and schedule of values was worded in a way that created confusion between the two prospective bidders and therefore caused unbalanced bids. Further, FORA's schedule of values broke out the same scope as "Additional Work A1".

To resolve this discrepancy, FORA chose to reject line item "A7 – Additional Work" on all bids in favor of the schedule of value's equivalent scope and fixed unit T&M of Additional Work "A1" (per the Invitation to Bidders Section 3.4, and 4.3). Removing line item "A7 - Additional Work" from the Base Bids produced the following bid summations:

1. REI: \$1,416,686.70
2. Parc: \$1,179,646.05

Therefore, PARC is determined to be the lowest bidder. Based on this assessment, Parc's Statement of Qualifications were then opened and reviewed and found to be a responsible bidder. Per the Instruction to bidders, FOR A may choose to waive minor discrepancies.

PARC Environmental is hereby notified their lump sum bid of \$1,179,646.05 is accepted for items listed in the scope of work. PARC is hereby notified if its requirement to execute the agreement and furnish the

required contractor's performance bond and affidavits or copies of insurance coverage (per contract Exhibit L) within ten (10) calendar days from the date of receipt of this notice.

If PARC fails to execute said agreement and to furnish said bond and affidavits within ten (10) calendar days from the date of receipt of this notice, FORA will be entitled to consider all your rights arising out of the owner's acceptance of your bid as abandoned and as a forfeiture of your bid bond. FORA will be entitled to such other rights as may be granted by law. You are required to return an acknowledged copy of this notice of award to the owner. Dated this day of December 10, 2019

The Fort Ord Reuse Authority
By Peter Said, Project Manager



Title ACCEPTANCE OF NOTICE: Receipt of the above Notice of Award is hereby acknowledged.

By _____ this the _____ day of _____, 20_____.

By _____
Title