CITY OF MIAMI, FLORIDA INTER-OFFICE MEMORANDUM

TO:

Arthur Noriega V.

City Manager

DATE: April 27, 2020

FILE:

Perez, /

Perez, Annie Date: 2020.04.28

Digitally signed by Perez,

FROM:

Annie Perez, CPPO, Director

Department of Procurement

SUBJECT: Recommendation to Reject All Bids Received for Invitation to Bid ("ITB") No. 18-19-038 - Brickell Avenue Road Improvements from

SE 8th Street to SE 15th Road – D2, Project No.:

B-30874

REFERENCES: Invitation to Bid ("ITB") No. 18-

19-038

ENCLOSURES: Bid Security List, Deficiency

Notices on Ongoing City Projects

RECOMMENDATION:

Based on the background below, the Department of Procurement ("Procurement") hereby requests authorization to reject all bids received for ITB No. 18-19-038, Brickell Avenue Road Improvements from SE 8th Street to SE 15th Road - D2, Project No.: B-30874 ("Project"), and further proceed to cancel the solicitation.

BACKGROUND:

On July 19, 2019, Procurement advertised the Project on behalf of the City's Office of Capital Improvements ("OCI"). On August 21, 2019, Procurement received two (2) bids for the Project (see attached Bid Security List). Procurement staff completed the due diligence review of the bid submitted by V Engineering & Consulting Corp. ("V Engineering"), the lowest Bidder. After determining that V Engineering's bid met the minimum qualification requirements and was otherwise responsive to the ITB, Procurement staff proceeded with preparation of the City Manager's award memorandum and other documents required for award of the Project by the City Commission. However, when seeking OCI concurrence for awarding the Project to V Engineering, Procurement was advised of non-performance issues in connection with V Engineering's two ongoing construction projects for the City.

On November 5, 2019, and based on documented V Engineering's non-performance issues, OCI requested that Procurement hold in abeyance the award of ITB No.18-19-038 to V Engineering. Simultaneously, OCI project managers attempted to resolve the non-performance issues by engaging directly with V Engineering to define and implement all necessary corrective measures. During the five-month abeyance period, OCI project managers conducted several meetings and numerous email discussions with V Engineering in attempts to resolve the various issues, chiefly completion of the projects within the stated contractual time periods and compliance with the City's Small Business Enterprise (SBE), Local Workforce and Responsible Wages and Benefits provisions. However, despite OCI staff's efforts to resolve the project issues, and V Engineering's repeated assurances, the non-performance issues have continued unabated, and have resulted in OCI's issuance of multiple notices of deficiency, violation and default to the Company (see attached supporting documentation).

As a result of V Engineering's inability to resolve its compliance issues concerning ongoing City projects throughout the entire abeyance period, which overlapped the Company's effective bid bond validity period, Procurement recommended OCI to obtain the City Manager's approval to reject all bids and cancel the solicitation, to which OCI agreed.

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Accordingly, pursuant to Section 18-91 of the City Code, as amended, Procurement hereby requests your approval below authorizing the rejection of all bids received for ITB No. 18-19-038, and the cancelation of the solicitation. A new ITB may be advertised in the future.

proved:

Arthur Noriega V, City Manager

Date: <u>4/30/7</u>

Nzeribe Ihekwaba, P.E., PhD., Assistant City Manager
 Sandra Bridgeman, Assistant City Manager/Chief Financial Officer
 Pablo Velez, Sr. Assistant City Attorney
 Hector Badia, Interim Director, OCI
 Jorge Mora, Assistant Director, OCI
 Fernando V. Ponassi, MA Arch., MA PPA, LEED®AP, Assistant Director, Procurement



CITY OF MIAMI DOCUMENT ROUTING FORM /

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OR				
ORIGINATING DEPARTMENT: Procurement DEPT. CONTACT PERSON: Anthony Rolle/Luis Caseres NAME OF OTHER CONTRACTUAL PARTY/ENTITY:	EXT. 1903	_		
IS THIS AGREEMENT AS A RESULT OF A COMPETITIVE TOTAL CONTRACT AMOUNT: TYPE OF AGREEMENT:	PROCUREMENT F	PROCESS? LVED? ☐ YES ■ NO	■ YES □ NO	
☐ MANAGEMENT AGREEMENT ☐ PROFESSIONAL SERVICES AGREEMENT ☐ GRANT AGREEMENT ☐ EXPERT CONSULTANT AGREEMENT ☐ LICENSE AGREEMENT OTHER: (PLEASE SPECIFY) City Manager Memo	☐ MAINTE ☐ INTER-I ☐ LEASE	WORKS AGREEMENT ENANCE AGREEMENT LOCAL AGREEMENT AGREEMENT ASE OR SALE AGREEM	ENT	
PURPOSE OF ITEM (BRIEF SUMMARY) Recommendation - Brickell Avenue Road Improvements from SE 8th Street to	dation to Reject All E SE 15th Road – D2	Bids Received for ITB No. 2, Project No.: B-30874	18-19-038	
COMMISSION APPROVAL DATE: F THIS DOES NOT REQUIRE COMMISSION APPRO				
OK to proceed in view of he inability to resolve its compliance issues with firm. SB				
ROUTING INFORMATION	Date	Signatur	e/Print	
APPROVAL BY DEPARTMENTAL DIRECTOR	4/28/2020	Perez, Annie Annie Date: 2	y signed by Perez, 2020.04.28 55 -04'00'	
SUBMITTED TO RISK MANAGEMENT	N/A	Ann-Marie Sharpe		

ROUTING INFORMATION	Date	Signature/Print
APPROVAL BY DEPARTMENTAL DIRECTOR	4/28/2020	Annie Perez Perez, Annie Date: 2020.04.28 11:07:55 -04'00'
SUBMITTED TO RISK MANAGEMENT	N/A	Ann-Marie Sharpe
SUBMITTED TO CITY ATTORNEY	N/A	Victoria Méndez
APPROVAL BY BUDGET OFFICE	N/A	Chris Rose
APPROVAL BY ASSISTANT CITY MANAGER	04/29/2020	Baidge Midge maldgeman, Sandra Sandra Date: 2020.04.29 12:53:00 -04'00'
APPROVAL BY ASSISTANT CITY MANAGER		Nzeribe Ihekwaba
RECEIVED BY CITY MANAGER	4/30	Affhyr Moriega V
SUBMITTED TO AND ATTESTED BY CITY CLERK		Todd Hannon
1) ONE ORIGINAL TO CITY CLERK		
2) ONE COPY TO CITY ATTORNEY'S OFFICE		
3) REMAINING ORIGINAL(S) TO ORIGINATING DEPARTMENT		
DI FASE ATTACH THIS POLITING FORM TO ALL DOCU	<u> </u>	WIRE EVENUTION BY THE OUT WATER

PLEASE ATTACH THIS ROUTING FORM TO ALL DOCUMENTS THAT REQUIRE EXECUTION BY THE CITY MANAGER