

March 15, 2005

Honorable Mayor and Members of
The Hermosa Beach City Council

Regular Meeting of
March 22, 2005

**PROJECT NO. CIP 99-409 SEWER MANHOLE CONSTRUCTION AND REPAIRS – VARIOUS
LOCATIONS, PROJECT NO. CIP 00-412 TARGET AREA 2 SEWER
IMPROVEMENTS – SEWER LINING, AWARD
CONSTRUCTION CONTRACT**

Recommendation:

It is recommended that the City Council:

1. Award the Construction Contract to Williams Pipeline Contractors, Inc. in the amount of \$340,864.00;
2. Authorize the Mayor to execute and the City Clerk to attest subject to approval by the City Attorney;
3. Authorize an appropriation of \$95,000 from the 160 Sewer Fund; and
4. Authorize the Director of Public Works to make minor changes to the Williams Pipeline Contractors, Inc. contract as necessary within the contingency of \$35,000.

SUMMARY:

On February 17, 2005, Project Nos. CIP 99-412 and CIP 00-412 were advertised in the Easy Reader, Green Sheet (F.W. Dodge), and Reed Construction Data. A total of 11 bid packages were picked up. The City Clerk received 2 bids by the closing date of March 10, 2005. The bids were publicly opened and read aloud. The bid results were as follows:

BIDDER	CITY	TOTAL BID AMOUNT
1. Williams Pipeline Contractors, Inc.	Somis, CA	\$340,864
2. Sancon Technologies, Inc.	Huntington Beach, CA	\$412,638

All bids were responsive. The price of the apparent low bidder, Williams Pipeline Contractors, Inc., is \$8,124 (approximately 2.44%) above the engineer's estimate of \$332,740.

Background:

Project No. CIP 99-409 Manhole Construction and Repairs – Various Locations consists of removal and replacement of many deteriorated manholes citywide, adjustment to grade of several manholes on Pacific Coast Highway, and installation of new manholes. This project also addresses two specific sewer spot repairs where the pipe had ruptured.

Project No. CIP 00-412 Target Area 2 Sewer Improvements – Sewer Lining consists mainly of sewer pipe lining and two manhole rehabilitations. Due to limited funds, the main goal for this project is to line as many feet of sewer as possible to prevent future sewer and street collapse. As part of this project, the sewer line in 20th Street from Valley Drive to Power Street will be lined prior to the street construction required under Project No. CIP 04-115 Street Improvements

– 20th Street from Valley Drive to Power Street. Other pipeline segments in Target Area 2 requiring full reconstruction will be addressed in a future capital improvement project.

Analysis:

Staff reviewed the low bidder’s documents and found them to be in order. Reference calls were supportive of the contractor’s work habits.

The construction contract, contingency, and anticipated inspection/testing costs amount to \$390,864. Since only \$296,083 is available at this time, the appropriation request for \$95,000 is needed to facilitate the construction projects.

Fiscal Impact:

The project funding sources are as follows:

FUNDING SOURCE	CURRENT BUDGET	PROPOSED APPROPRIATIONS
1) CIP 99-409, 160 Sewer	219,793	26,000
2) 160 Sewer	76,290	69,000
TOTALS	296,083	95,000

Funds Available	\$ 296,083
Proposed Appropriation	<u>\$ 95,000</u>
Total Project Budget	\$ 391,083

Proposed Construction Contract	\$ 340,864
Proposed Construction Contingency	\$ 35,000
Anticipated Inspection/Testing Costs	<u>\$ 15,000</u>
Total Costs	\$ 390,864

The construction contract and contingency amount to \$375,864. Staff estimates inspection and soils/concrete testing to cost approximately \$15,000, bringing the construction total to approximately \$390,864. With \$296,083 available, the recommended appropriation is needed.

Attachment: Project Location Map

Respectfully submitted,

Concur:

Tristan D. Malabanan
Associate Engineer

Richard D. Morgan, P.E.
Director of Public Works/City Engineer

Noted for Fiscal Impact:

Concur:

Viki Copeland
Finance Director

Stephen R. Burrell
City Manager

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