

Agenda Report

To: City Council

Date: February 5, 2001

From: City Manager

Subject: Authorization to Enter into a Contract with Henkels and McCoy, Inc. for the Construction of Underground Electrical Conduit Systems, Vaults and Other Miscellaneous Work for the Water and Power Department – Specification LD-00-6

RECOMMENDATION

It is recommended that the City Council: (i) accept the bid dated January 3, 2001 submitted by Henkels and McCoy, Inc. in response to Specification LD-00-6 for the above subject; (ii) reject all other bids; and (iii) authorize the General Manager to enter into a contract for a period of one year or an amount not to exceed \$750,000, whichever occurs first.

BACKGROUND

In accordance with the Pasadena Municipal Code and the City's Electric Service Regulations as adopted by Council, the Department must install underground facilities to connect customers in existing underground areas. The contract will also be used to extend existing underground systems where the extension of overhead facilities is not feasible.

The contract issued under Specification LD-00-6 will enable the Water and Power Department to further this undergrounding program by providing underground customer service installations, pull boxes, vaults and other work as the need arises throughout the year. This work is in addition to the major undergrounding projects that are covered by separate competitively bid specifications.

Department staff distributed the Specification to a total of eight companies, seven Bidder's Proposals were received with prices as follows:

<u>Bidders</u>	<u>Hourly Crew Rates</u>
Henkels and McCoy, Inc.	\$ 353.89
Perry C. Thomas Construction, Inc.	\$ 398.45
Irish Construction	\$ 617.68
Northwest Excavating, Inc.	\$ 649.00
Sim J. Harris Company	\$ 660.65
Doty Brothers Equipment Company	\$ 744.17
Herman Weissker, Inc.	\$ 927.11

The prices shown above are the total hourly rates for labor and equipment submitted by the Bidders as outlined in the Specifications. The engineer's estimate for miscellaneous underground work to be performed in the coming year is \$750,000.

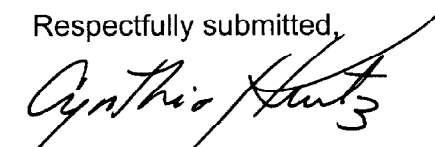
Henkels and McCoy, Inc. is the lowest Bidder. The bid prices are reasonable and competitive; and therefore, it is recommended that the City Council award a contract on this basis. The recommended contract is for \$750,000 or one year, whichever occurs first. As provided for in the Specifications, the City Manager will have the option to extend the contract for three additional one-year-periods at \$750,000 per period.

Henkels and McCoy, Inc., which is located in San Dimas, has indicated that it will be using approximately three people in the performance of the proposed contract and will not be hiring additional labor. The proposed contract is in compliance with the Contracting Ordinance P.M.C. 4.09 and the rules and regulations promulgated thereunder.

FISCAL IMPACT

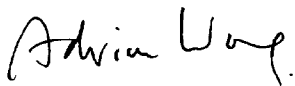
Funds for this project have been budgeted in Fiscal Year Capital Improvement Budget, Account Number 3002, "Substructures for New Business and System Expansion."

Respectfully submitted,




Cynthia J. Kurtz
City Manager

Prepared by:



Adrian Wong
Principal Engineer
Water and Power Department

Approved:



Jay Panzica
Interim General Manager
Water and Power Department