

Agenda Report

To City Council

Date: November 17, 2003

From: City Manager

Subject: Authorization to enter into a contract with Henkels & McCoy, Inc. for the construction of an underground electrical conduit system in La Loma Road from Avenue 64 to San Rafael Avenue, Specification LD-03-05

Recommendation:

It is recommended that the City Council: (i) accept the bid dated October 14, 2003, submitted by Henkels & McCoy, Inc. in response to Specification LD-03-05 for the construction of an underground conduit system in La Loma Road from Avenue 64 to San Rafael Avenue; (ii) reject all other bids; and (iii) authorize the City Manager to enter into a contract for an amount not to exceed \$889,255.00, as is required.

Background:

On December 9, 1996, the City Council approved the establishment of Underground Utility District 96-1. This project provides for the installation of an underground conduit system in La Loma Road from Avenue 64 to San Rafael Avenue. The City has a continuing program to place all overhead utilities underground. Specifically, communication and power lines are being relocated underground and wooden utility poles are being removed. The placing of utility lines underground improves the electrical system's reliability by reducing the exposure of overhead wires to weather and other elements as well as enhancing the aesthetic quality of the environment.

The Pasadena Water and Power Department, the SBC Telephone Company, Charter Communications and Altrio Communications, in an effort to reduce construction time and costs as well as minimize inconvenience to customers, have agreed to utilize a joint trench installation for all affected utility facilities.

Construction is expected to begin the first week in January 2004 and to be completed June 2004.

Department staff distributed the specifications to a total of five (5) companies.

In response to the Notice Inviting Bids, three (3) bidders submitted proposals with prices as follows:

Henkels & McCoy, Inc.	\$1,155,373.00
Doty Brothers Equipment Company	\$1,349,610.00
Par Electrical Contractors	\$2,710,000.00

Based on the configuration of the design, the equitable financial share of the project was determined as follows:

Pasadena Water and Power	69.97%
SBC	10.36%
Charter	9.34%
Altrio	10.33%

Separate contracts will be executed between the Contractor and the utility companies. It is recommended that the City Council award the contract to Henkels & McCoy, Inc. based on the low bid submitted. Pasadena Water and Power's share of the project is \$808,414. In anticipation of any potential change orders, it is recommended that the contract award be \$889,255 to include a contingency of 10 percent.

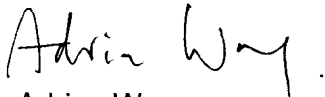
The proposed contract complies with the Living Wage Ordinance, Pasadena Municipal Code. 4.11.

Fiscal Impact

The entire cost for construction for this work is \$1,155,373.00. Of this amount, SBC will execute a separate contract with Henkels & McCoy, Inc. in an amount of \$119,697.00, Charter Communications will execute a separate contract with Henkels & McCoy, Inc. in an amount of \$107,912.00 and Altrio Communications will also execute a separate contract with Henkels & McCoy, Inc. in an amount of \$119,350.00 The remaining contract amount of \$808,414.00 is to be funded 50% from Capital Improvement Budget Underground Utility (Surtax) Special Activity Fund, Account Number 74999, budgeted for Fiscal Year 2004 and 50% from San Rafael Transmission Line, Account Number 3130.

Prepared by:

Respectfully submitted

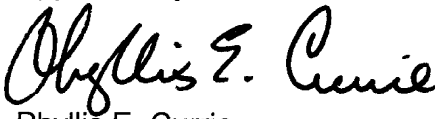



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Approved by:



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