

Agenda Report

TO: CITY COUNCIL

DATE: November 21, 2005

FROM: CITY MANAGER

SUBJECT: CONTRACT AWARD TO GRGO & GORDON GRBAVAC
CONSTRUCTION, INC. FOR 2006 SEWER PIPE REPAIRS FOR AN
AMOUNT NOT TO EXCEED \$120,000

RECOMMENDATION

It is recommended that the City Council accept the bid, dated November 9, 2005, submitted by Grgo & Gordon Grbavac Construction, Inc. for the 2006 Sewer Pipe Repairs, reject all other bids received, and authorize the City Manager to enter into such contract as is required.

BACKGROUND

The project calls for the removal and replacement of damaged vitrified clay sewer pipes, ranging from 6 to 12 inches in diameter, at various locations in the City. The damaged pipes were identified by the Sewer Inspection Program that produced a video recording of the inside of city sewer pipes within the last two years. Additional sewer repair projects will be generated as additional pipes are inspected. This project is consistent with the Land Use Element by continuing to implement capital improvements which will maintain or rehabilitate infrastructure.

The Department of Public Works prepared Specifications for the subject project, and in Accordance with Section 4.08.070 of the Pasadena Municipal Code, bids have been requested and received. The project was advertised in the Pasadena Journal on October 13, 2005. In addition, the Notice Inviting Bids was published in four trade publications, listed on two web sites, and mailed out to seventy-nine (79) potential bidders. Bid packets were obtained by twenty-four (24) contractors, nine of whom submitted bids for the project.

Following advertising, bids were opened on November 9, 2005 and are as follows:

<u>Bidder</u>	<u>Amount</u>
1. Grgo & Gordon Grbavac Construction, Inc., Baldwin Park	\$ 96,250.00
2. Nikola Construction Corp., Irvine	\$115,565.00
3. J. A. Salazar Construction & Supply Co., La Mirada	\$129,500.00
4. Miramontes Const. Co., Inc., City of Industry	\$140,045.00
5. Garcia Juarez Construction Inc., Brea	\$141,750.00
6. Vasily Company, Inc., Sunland	\$159,915.65
7. Vasilj, Inc. dba Ivanko, Irwindale	\$177,300.00
8. Russell Warner Inc., Valencia	\$314,776.75
9. Ken Thompson Inc., Corona	\$499,635.20
Engineer's Estimate	\$ 118,750.00

It is recommended that Grgo & Gordon Grbavac Construction, Inc. be awarded the contract for this project as they are the lowest responsive and responsible bidder. The proposed contract with Grgo & Gordon Grbavac Construction, Inc. fully complies with the Competitive Bidding and Living Wage Ordinances. The Contractor has indicated that the award of this contract will result in two new hires to his present workforce.

Subsequent to advertising of this project, additional sewer pipe information from the Phase 2 (2005), televising inspection project has been evaluated by city staff. Several additional sewer repair locations have been identified by this evaluation. It is recommended that the repair of these additional locations be added to this contract, and that a contingency allowance of \$23,750, or 24 percent of the base bid amount of \$96,250, be provided for the additional repairs. The proposed contract will be set up as follows:

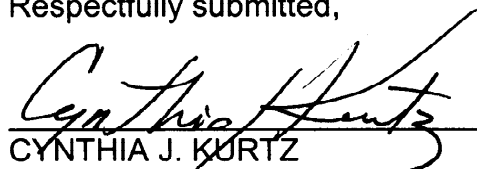
Base Bid	\$ 96,250
Contingency Allowance	<u>23,750</u>
Contract "Not to Exceed" Amount	\$ 120,000

It is anticipated that the project will begin in February 2006 and be completed in April 2006.

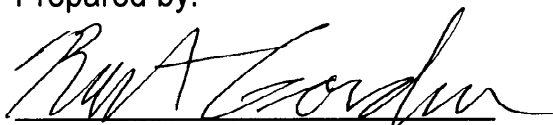
FISCAL IMPACT

Funds for this project are available in Budget Account 76267, Preventative Maintenance – Sewer System.

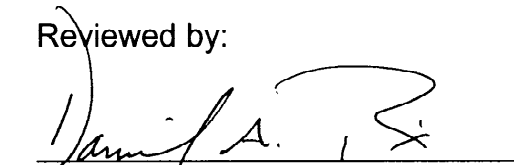
Respectfully submitted,


CYNTHIA J. KURTZ
City Manager

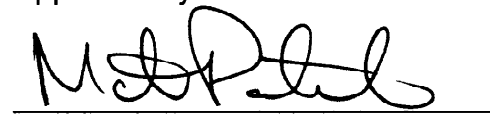
Prepared by:


Robert Gardner
Principal Engineer

Reviewed by:


Daniel A. Rix
City Engineer

Approved by:


Martin Pastucha, Director
Department of Public Works

APPENDIX 'D'

**Disclosure Pursuant to the
 City of Pasadena Taxpayer Protection Amendment of 2000
 Pasadena City Charter, Article XVII**

Contractor hereby discloses its trustees, directors, partners, officers, and those with more than a 10% equity, participation, or revenue interest in Contractor, as follows:

Contractor Name: GRGO & GORDON GRBAVAC CONST. CO. INC.		
Trustees, directors, partners, officers of Contractor: (use additional sheets as necessary)		
Gordon Grbavac	President	100%
Those with more than a 10% equity, participation or revenue interest in Contractor: (use additional sheets as necessary)		

By Gordon Grbavac Pres.
 Name, Title