

Agenda Report

TO:

CITY COUNCIL

DATE: October 6, 2008

FROM:

CITY MANAGER

SUBJECT: CONTRACT AWARD TO NIKOLA CORPORATION FOR 2009 SEWER

PIPE REPAIRS FOR AN AMOUNT NOT TO EXCEED \$120,000

RECOMMENDATION:

It is recommended that the City Council:

- 1. Accept the bid dated September 24, 2008, submitted by Nikola Corporation for the 2009 Sewer Pipe Repairs, reject all other bids received, and authorize the City Manager to enter into such contract for a "not to exceed" amount of \$120,000; and
- Find that the project to be categorically exempt under the California Environmental Quality Act in accordance with Section 15301 (Class 1), subsection (b) (minor alteration of existing public facilities involving negligible or no expansion of use beyond that existing at the time of the lead agency's determination), and authorize the City Manager to execute, and the City Clerk to file a Notice of Exemption for the project with the Los Angeles County Clerk.

BACKGROUND:

The project calls for the removal and replacement of damaged vitrified clay sewer pipes ranging from 8 to 12 inches in diameter; the reconstruction of sewer manhole floors; and the adjustment of manhole frame and covers to grade, at various locations throughout the City, as shown in Exhibit 'A'. The damaged pipe locations were identified during Phases II through IV of the city's closed circuit televised inspection of This project is consistent with the Land Use Element of the General Plan by continuing to implement capital improvements which will maintain or rehabilitate existing infrastructure.

10/06/2008

3.A.1.

The Department of Public Works prepared Plans and 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 August 21, 2008. In addition, the Notice Inviting Bids was published in three trade publications, listed on two web sites, and mailed out to twenty-four potential bidders. Bid packets were obtained by thirty-one contractors, fourteen bids were submitted for the project.

Following advertising, bids were opened on September 24, 2008 and are as follows:

	<u>Bidder</u>	<u>Amount</u>
1.	Nikola Corporation, Irvine	\$108,900
2.	Miramontes Construction Co, Inc., City of Industry	\$115,550
3.	Garcia Juarez Construction, Inc., Brea	\$126,500
4.	Drina Underground Corporation, Baldwin Park	\$148,000
5.	John T. Malloy, Inc., Los Angeles	\$155,500
6.	MNR Construction, Inc., San Dimas	\$155,575
7.	Dominguez General Engineering Inc., Rosemead	\$165,200
8.	Charles King Co., Inc., Signal Hill	\$173,110
9.	Vasily Company, Inc., Shadow Hills	\$183,000
10.	Zondiros Corporation, Torrance	\$198,970
11.	Paulus Engineering, Anaheim	\$235,144
12.	Vasilj, Inc., Irwindale	\$293,100
13.	Dial Construction, Inc., Oxnard	\$299,350
14.	Ramona, Inc., Arcadia	\$338,400
	Engineer's Estimate	\$155,500

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

The proposed contract will be set up as follows:

Base Bid	\$ 108,900.00
Contingency Allowance	11,100.00
Contract "Not to Exceed" Amount	\$ 120,000.00

It is anticipated that the project will begin in November 2008 and be completed in February 2009.

FISCAL IMPACT:

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

Respectfully submitted,

MICHAEL J. BECK City Manager

Prepared by:

Stephen Walker Principal Engineer

Approved by:

Martin Pastucha, Director Department of Public Works

