



Agenda Report

DATE: June 1, 2009

TO: CITY COUNCIL

FROM: CITY MANAGER

SUBJECT: AUTHORIZATION TO ENTER INTO A CONTRACT WITH PERRY C. THOMAS CONSTRUCTION, INC. TO PROVIDE LABOR AND MATERIALS FOR CONSTRUCTION OF A REINFORCED CONCRETE OIL CONTAINMENT SYSTEM AT THE EASTERN SUBSTATION FOR AN AMOUNT NOT TO EXCEED \$192,452.

RECOMMENDATION:

It is recommended that the City Council:

1. Acknowledge that the project is exempt from environmental review pursuant to the guidelines of the California Environmental Quality Act (Public Resources Code §21080(b)(9); Administrative Code, Title 14, Chapter 3, Class 30 §15330 (Minor Actions to Prevent, Stabilize, Mitigate or Eliminate the Release or Threat of Release of Hazardous Waster or Hazardous Substances).
2. Accept the bid dated May 5, 2009 submitted by Perry C. Thomas Construction, Inc. in response to Specification LD-09-7 to provide labor and materials for Construction of a Concrete Oil Containment System at the Eastern Substation for the Water and Power Department; reject all other bids; and authorize a contract with Perry C. Thomas not to exceed \$192,452.

BACKGROUND:

The Eastern substation distributes electricity to various businesses and residents on the east side of the City. It has four 34kV transformer banks that hold approximately 12,000 gallons of oil.

Federal Environmental Protection Agency regulations require that potentially large oil spills be contained within the immediate area. The substation was constructed prior to these federal regulations. Specification LD-09-7 provides for the construction of a reinforced concrete oil containment system at the Eastern Substation that would prevent transformer oil from leaking onto the ground during a spill or accident.

On April 9, 2009, a Notice Inviting Bids was published in *The Pasadena Business Journal* and posted on the City's web page. In addition, specifications were mailed to twenty businesses on the Purchasing Division's vendor list. The following bids were opened on May 5, 2009 and deemed responsive:

<u>Bidder</u>	<u>Bidder's Proposal</u>
Perry C. Thomas Construction, Inc.	\$174,956
Jonas and Associates	\$270,160

Perry C. Thomas was the lowest responsive bidder that met all the requirements of the specifications and is recommended to receive the contract award for an amount not to exceed \$192,452, which includes the base bid amount and a 10% contingency for any necessary change orders.

The project is consistent with the public facilities element of the General Plan for the City of Pasadena. The expected timeline for completion of the contract is 30 working days from the issuance of the Notice to Proceed. The proposed contract is in compliance with Competitive Bidding and Purchasing Ordinance P.M.C. 4.08 and the rules and regulations promulgated there under.

FISCAL IMPACT:

Sufficient funds are available in Power Capital Fund 411, Capital Improvement Project 3128, Substation Oil Containment.

Respectfully submitted,



MICHAEL J. BECK
City Manager

Prepared by:



Joe Awad
Assistant General Manager
Water and Power Department

Approved by:



Phyllis E. Currie
General Manager
Water and Power Department