

# Agenda Report

December 13, 2010

**TO:** Honorable Mayor and City Council

**FROM:** Water and Power Department

**SUBJECT:** AUTHORIZE THE CITY MANAGER TO ENTER INTO A CONTRACT WITH CONENGR CORPORATION TO PROVIDE LABOR AND MATERIALS FOR UTILITY STREET REPAIRS FOR THE WATER AND POWER DEPARTMENT, SPECIFICATION WD-10-02

## **RECOMMENDATION:**

It is recommended that the City Council:

1. Find that the project is exempt from the California Environmental Quality Act ("CEQA") pursuant to State CEQA Guidelines Section 15301 (Existing Facilities);
2. Accept the bid dated November 3, 2010 submitted by Conengr Corporation, in response to Specification WD-10-02 to provide labor and materials for utility street repairs for the Water and Power Department (Department);
3. Reject all other bids; and
4. Authorize the City Manager to enter into a contract with Conengr Corporation for an amount not to exceed \$1,000,000 or a one year term, whichever comes first, with an option for three additional one-year terms of \$1,000,000 each year.

## **BACKGROUND:**

Specification WD-10-02 provides for an annual contract for repaving streets, curbs and sidewalks made necessary in the course of water system construction. The specification provides for an initial term of one year from the time the City signs the contract, with an option for three additional one-year periods, subject to the City Manager's approval.

The Notice Inviting Bids for Specification WD-10-02 was published in the Pasadena Journal on October 7, 2010. In addition, the Notice Inviting Bids was published in two trade publications, listed on one website, and mailed out to twelve (12) potential bidders. Bid packets were obtained by twenty one (21) contractors, eight (8) of whom submitted bids for the project.

The bids were evaluated by multiplying each unit price by a weighting factor and then adding the products of these weighting factors and unit prices to arrive at a total weighted price. The weighting factor was determined according to how frequently the corresponding bid items are required by the Department. This evaluation method and the weighting factors, were fully disclosed in the specification. The total weighted bid does not represent an actual dollar amount, but provides a method of comparing bids.

Following advertising, bids were opened on November 3, 2010.

<u>BIDDERS</u>	<u>WEIGHTED BID PRICES</u>
1. Conengr Corporation, Upland	\$25,684.60
2. Paveco Construction, Inc., Glendale	\$33,643.25
3. A&Y Company, Inc., Norco	\$39,642.80
4. Hardy & Harper, Inc., Santa Ana	\$44,872.47
5. Westcoast Public Works, Inc., Woodland Hills	\$51,145.00
6. Max Out, Inc., City of Industry	\$59,605.77
7. Cedars Engineering, Garden Grove	\$62,519.05
8. Sully-Miller Contracting Company, Brea	\$92,416.55

Conengr Corporation is the lowest responsive bidder and complies in all respects with the requirements of the specification. Since this is a non-prevailing wage project, Conengr Corporation, being a non-union company, was able to bid a third of the price of the highest bidder, Sully-Miller Contracting Company, a union company.

**COUNCIL POLICY CONSIDERATION:**

The proposed contract supports the Department's Water System Master Plan adopted by the City Council in 2002 to allow for the replacement of aging water distribution mains and establishment of reliable infrastructure for the City's water system.

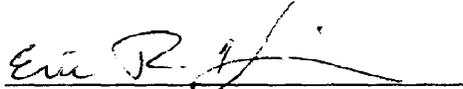
**ENVIRONMENTAL ANALYSIS:**

The project is exempt from CEQA review pursuant to State CEQA Guidelines Section 15301 (Existing Facilities). The exemption covers the repair, maintenance, or minor alteration of existing public or private facilities, including existing highways and streets, sidewalks, gutters, bicycle and pedestrian trails, and similar facilities, involving negligible or no expansion of use. The proposed work will allow for the repaving of streets and replacement of curbs and sidewalks as necessary in the course of water main construction.

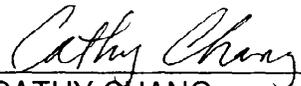
**FISCAL IMPACT:**

Sufficient funds are available in the Fiscal Year 2011 Water Capital Improvement Program Budget Number 1001 – Distribution Mains, Account 8114-412-883000-0645. Additional funding for future fiscal years will be requested as required. Work will not be assigned under the contract unless sufficient funding is available.

Respectfully submitted,

  
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PHYLLIS E. CURRIE  
General Manager  
Water and Power Department

Prepared by:

  
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Approved by:

  
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MICHAEL J. BECK  
City Manager