

Agenda Report

August 13, 2012

TO: Honorable Mayor and City Council
FROM: Department of Public Works
SUBJECT: CONTRACT AWARD TO VASILJ, INC. FOR 2012 SEWER CAPACITY UPGRADES FOR AN AMOUNT NOT TO EXCEED \$239,000

RECOMMENDATION:

It is recommended that the City Council:

1. Acknowledge the project to be categorically exempt under the California Environmental Quality Act in accordance with Title 14 Chapter 3, Class 1, Section 15302, 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
2. Accept the bid dated August 1, 2012, submitted by Vasilj, Inc. in response to the Project Specifications for the 2012 Sewer Capacity Upgrades, reject all other bids received, and authorize the City Manager to enter into such contract as is required for an amount not to exceed \$239,000.

BACKGROUND:

This project is part of the Sewer Capacity Upgrades at Various Locations Project, included in the adopted Capital Improvement Program. This project provides for the replacement or relief of existing sewer pipes throughout the City that are hydraulically deficient, as identified in the City's Master Sewer Plan (MSP). The improvements are required to accommodate current and future sewer flows. The estimated future sewer flows are based on projections for redevelopment and new development in accordance with the General Plan and are used to determine the size of the new sewer pipe. The subject project will address six of the reaches identified in the MSP. The construction of these improvements will improve the system reliability and reduce the frequency of maintenance by City crews.

This project consists of the reconstruction of approximately 900 feet of sewer main at five locations within the City, as shown in Attachment A. The work is in Green Street from Mills Place to Fair Oaks Avenue; Altadena Drive from Dudley Street to 77 feet south of Dudley Street; Hastings Ranch Drive from Newhaven Road to 110 feet south of Newhaven Road; El Molino Avenue from Villa Street to 40 feet south of Villa Street; and Del Mar Boulevard from Euclid Avenue to Los Robles Avenue.

The Department of Public Works prepared Plans and Specifications for the subject project. 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 June 28, 2012. In addition, the Notice Inviting Bids was published in four trade publications and listed on one web site. Bid packets were obtained by 22 contractors, six of whom submitted bids for the project.

Following advertising, bids were opened on August 1, 2012 and are as follows:

| <u>Bidder</u> | <u>Amount</u> |
|---------------------------------------|---------------|
| 1. Vasilj, Inc., Irwindale | \$ 216,894 |
| 2. Vasily Company, Inc., Shadow Hills | \$ 246,820 |
| 3. Mode Engineering, Laguna Nigel | \$ 317,674 |
| 4. VCI Construction, Inc., Upland | \$ 341,597 |
| 5. Atlas Underground, Inc., Pomona | \$ 350,546 |
| 6. Lee Construction Co., Simi Valley | \$ 574,976 |
| Engineer's Estimate | \$ 190,707 |

It is recommended that Vasilj, Inc. be awarded the contract for this project as they are the lowest responsive and responsible bidder. The proposed contract with Vasilj, Inc. 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 | \$ 216,894 |
| Contingency Allowance | \$ <u>22,106</u> |
| Contract "Not to Exceed" Amount | \$ 239,000 |

It is anticipated that construction will begin in October 2012 and be completed in January 2013.

COUNCIL POLICY CONSIDERATION:

This project supports the City Council Strategic Goal to improve, maintain and enhance public facilities and infrastructure. 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. A finding of compliance with the General Plan was previously made and is shown on page 6.8 of the FY 2013-2017 Capital Improvement Program. This project addresses the Environmental Health category of the Green City Action Plan by reducing the number of sanitary sewer overflows from the wastewater systems.

ENVIRONMENTAL ANALYSIS:

On May 18, 2012, City staff determined that the project is categorically exempt under the California Environmental Quality Act in accordance with Title 14 Chapter 3, Class 1, Section 15302. This exemption includes the 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. A Notice of Exemption for the project was filed with the Los Angeles County Clerk on May 24, 2012. There are no changed circumstances or new information which requires further environmental review.

FISCAL IMPACT:

The cost of this contract will be \$239,000, and the total cost of this action is \$297,000. Funding for this action will be addressed by the utilization of existing budgeted appropriations from the Sewer Capacity Upgrades 2011-2015 (Budget Account No. 76906) project. It is anticipated that the total construction costs will be spent in Fiscal Year 2013.

The following table presents a contract summary.

| | |
|----------------------------------|------------------|
| Contract Amount | \$ 216,894 |
| <u>Contingency</u> | <u>\$ 22,106</u> |
| Contract Total | \$ 239,000 |
| <u>Administration/Inspection</u> | <u>\$ 58,000</u> |
| Total Fiscal Impact | \$ 297,000 |

Respectfully submitted,

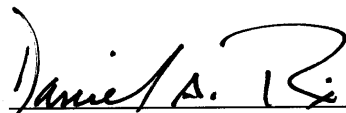


SIOBHAN FOSTER

Director

Department of Public Works

Prepared by:



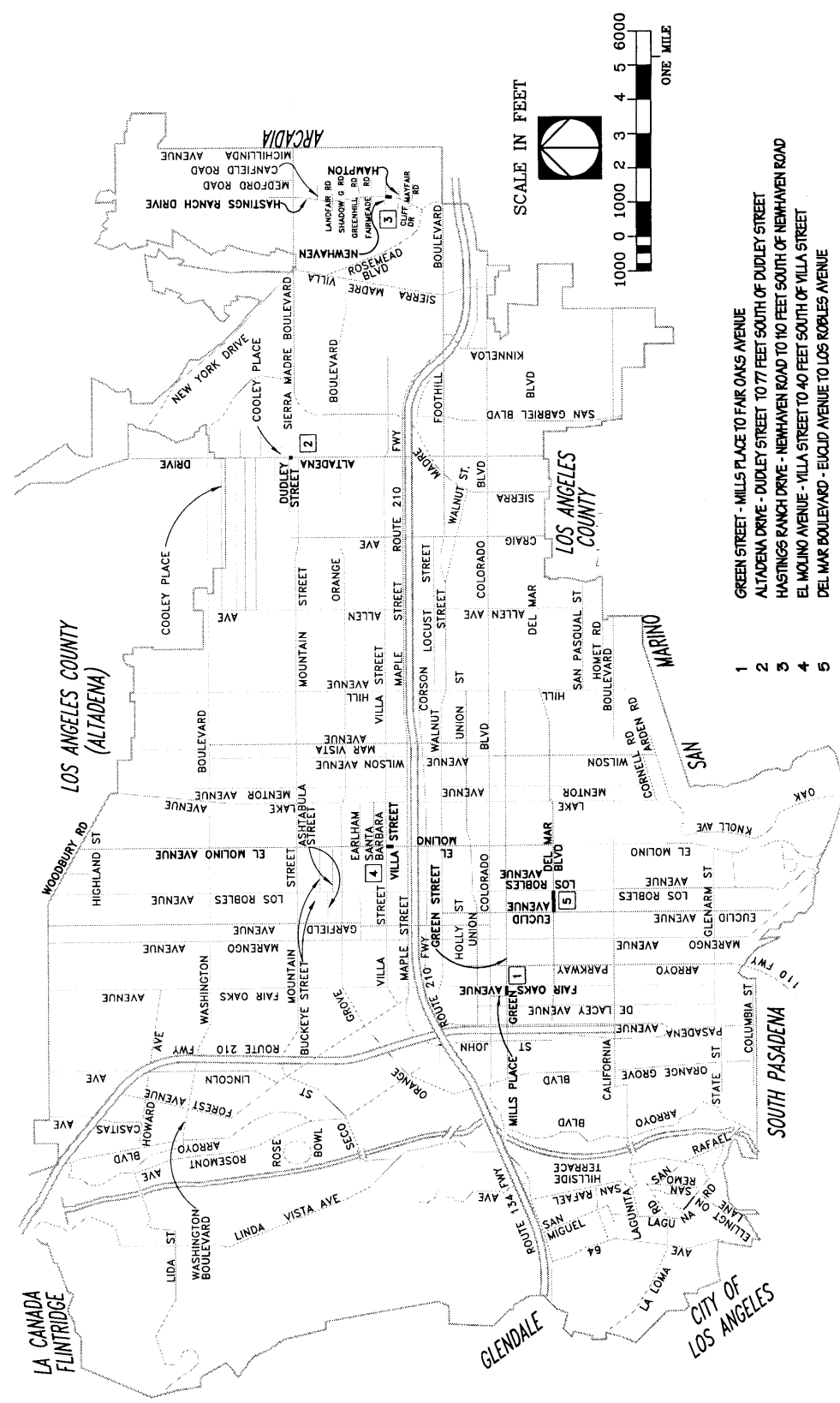
Stephen Walker
Principal Engineer

Approved by:



MICHAEL J. BECK
City Manager

CITY OF PASADENA 2012 SEWER CAPACITY UPGRADE VICINITY MAP ATTACHMENT A



- 1 GREEN STREET - MILLS PLACE TO FAIR OAKS AVENUE
- 2 ALTAGENA DRIVE - DUDLEY STREET TO 77 FEET SOUTH OF DUDLEY STREET
- 3 HASTINGS RANCH DRIVE - NEWHAVEN ROAD TO 110 FEET SOUTH OF NEWHAVEN ROAD
- 4 EL MOLINO AVENUE - VILLA STREET TO 40 FEET SOUTH OF VILLA STREET
- 5 DEL MAR BOULEVARD - EUCLID AVENUE TO LOS ROBLES AVENUE