

Agenda Report

To City Council

Date: November 3, 2003

From: City Manager

Subject: Authorization to enter into a contract with Henkels & McCoy, Inc. for the construction of an underground electrical conduit system in La Loma Road from Avenue 64 to San Rafael Avenue, Specification LD-03-05

Recommendation:

It is recommended that the City Council: (i) accept the bid dated October 14, 2003, submitted by Henkels & McCoy, Inc. in response to Specification LD-03-05 for the construction of an underground conduit system in La Loma Road from Avenue 64 to San Rafael Avenue; (ii) reject all other bids; and (iii) authorize the City Manager to enter into a contract for an amount not to exceed \$889,255.00, as is required.

Background

On December 9, 1996, the City Council approved the establishment of Underground Utility District 96-1. This project provides for the installation of an underground conduit system in La Loma Road from Avenue 64 to San Rafael Avenue. The City has a continuing program to place all overhead utilities underground. Specifically, communication and power lines are being relocated underground and wooden utility poles are being removed. The placing of utility lines underground improves the electrical system's reliability by reducing the exposure of overhead wires to weather and other elements as well as enhancing the aesthetic quality of the environment.

The Pasadena Water and Power Department, the SBC Telephone Company, Charter Communications and Altrio Communications, in an effort to reduce construction time and costs as well as minimize inconvenience to customers, have agreed to utilize a joint trench installation for all affected utility facilities.

Department staff distributed the specifications to a total of five (5) businesses.

In response to the Notice Inviting Bids, three (3) bidders submitted proposals with prices as follows:

Henkels & McCoy, Inc.	\$1,155,373.00
Doty Brothers Equipment Company	\$1,349,610.00
Par Electrical Contractors	\$2,710,000.00

The total estimate for the proposed project include the portion of the work to be paid by Pasadena Water and Power which is 69.96%, by SBC Telephone Company which is 10.36%, by Charter Communications which is 9.34% and by Altrio Communications which is 10.33% under separate contracts. This estimate was well within range of the project. Henkels & McCoy, Inc. was the low bidder. Therefore, it is recommended that the City Council award a contract on that basis. The award includes the bid price and a contingency of 10% to accommodate any necessary change orders as follows:

Base bid	\$808,414.00
10% contingency	<u>\$ 80,841.00</u>
Total	\$889,255.00

The proposed contract complies with the Living Wage Ordinance, Pasadena Municipal Code 4.11.

Fiscal Impact

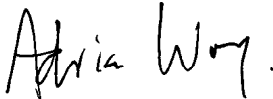
The entire cost for construction for this work is \$1,155,373.00. Of this amount, SBC will execute a separate contract with Henkels & McCoy, Inc. in an amount of \$119,697.00, Charter Communications will execute a separate contract with Henkels & McCoy, Inc in an amount of \$107,912.00 and Altrio Communications will also execute a separate contract with Henkels & McCoy, Inc. in an amount of \$119,350.00 The remaining contract amount of \$808,414.00 is to be funded from Capital Improvement Budget Underground Utility (Surtax) Special Activity Fund, Account Number 74999, budgeted for Fiscal Year 2004.

Respectfully submitted,



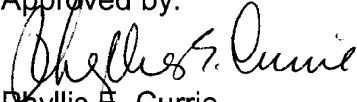
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