Agenda Report

DATE: August 6, 2007

TO: CITY COUNCIL

FROM: CITY MANAGER

SUBJECT: AUTHORIZATION TO ENTER INTO A CONTRACT WITH PERRY C. THOMAS TO PROVIDE LABOR AND MATERIALS FOR CONSTRUCTION OF A REINFORCED CONCRETE OIL CONTAINMENT SYSTEM AT THE T.M. GOODRICH RECEIVING STATION.

RECOMMENDATION

It is recommended that the City Council:

1. Accept the bid dated March 23, 2007 submitted by Perry C. Thomas in response to Specification LD-07-2 to provide labor and materials for Construction of a Reinforced Concrete Oil Containment System in T.M. Goodrich Receiving Station for the Water and Power Department;

2. Reject all other bids;

3. Authorize the issuance of a Contract not to exceed $763,946.00, which includes the base amount of $694,496.00 and a contingency of $69,450.00 for any necessary change orders.

4. 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).

BACKGROUND

The T.M. Goodrich receiving station distributes electricity to different substations in the City and surrounding areas. It has three 34kV transformer banks that hold approximately 52,000 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-07-2 provides for the construction of a reinforced concrete oil containment system at the T.M. Goodrich Substation, which would prevent transformer oil from leaking onto the ground during a spill or accident.

On February 22, 2007, 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 thirteen businesses on the Purchasing Division's vendor list. Two bids were deemed responsive to the proposal opened on March 23, 2007. Perry C. Thomas was the lowest responsive bidder that met all of the requirements of the specifications.

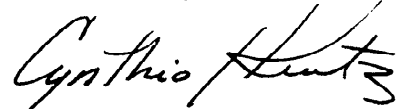| **Bidder**	**Bidder's Proposal**
Perry C. Thomas	$694,496.00
Fleming Environmental Inc.	$748,500.00

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 90 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.
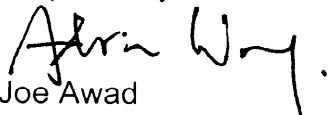
FISCAL IMPACT

Sufficient funds are available in the Power Capital Improvement Fund 411, CIP budget #3128, Substation Oil Containment.
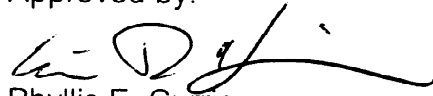
Respectfully submitted,

CYNTHIA J. KURTZ
City Manager

Prepared by:

Joe Awad
Business Unit Director
Water and Power Department

Approved by:

Phyllis E. Currie
General Manager
Water and Power Department

**Disclosure Pursuant to the
City of Pasadena Taxpayer Protection Amendment of 2000
Pasadena City Charter, Article XVII**

Contractor/Organization hereby discloses its trustees, directors, partners, officers, and those with more than a 10% equity, participation, or revenue interest in Contractor/Organization, as follows:
(If printing, please print legibly. Use additional sheets as necessary.)

1. **Contractor/Organization Name:**

   Perry C. Thomas Construction, Inc.

2. **Name(s) of trustees, directors, partners, officers of Contractor/Organization:**

Catherine Thomas - President/Secretary
Perry Thomas - Vice President

3. **Names of those with more than a 10% equity, participation or revenue interest in Contractor/Organization:**

Catherine Thomas
Perry Thomas

Prepared by: *[signature]*

Title: President

Date: 11-17-06

For office use only:
Contract/Transaction No. _____

If not a contract, type of transaction: _____