

Agenda Report

September 10, 2012

TO: Honorable Mayor and City Council

FROM: Water and Power Department

SUBJECT: AUTHORIZATION TO ENTER INTO A CONTRACT WITH LG DEMOLITION TO PROVIDE SAW CUTTING OF CONCRETE AND ASPHALT PAVEMENT IN AN AMOUNT NOT TO EXCEED \$150,000 PER YEAR (SPECIFICATION WD-12-02)

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 July 31, 2012, submitted by LG Demolition, in response to Specification WD-12-02, to provide saw cutting services for the Water and Power Department ("Department");
3. Reject all other bids; and
4. Authorize the City Manager to enter into a contract with LG Demolition for an amount not to exceed \$150,000 per year for an initial period of one year with an option for four additional one-year terms of \$150,000 each.

BACKGROUND:

The Department regularly completes water distribution projects as identified in the adopted Capital Improvement Program (CIP), Water System Master Plan, and Water Integrated Resource Plan, and other water operations-related work. Procuring the services of a single qualified contractor to provide concrete and asphalt saw cutting services will expedite the installation of water mains, service laterals, and emergency repairs to mains and other water facilities.

On July 12, 2012, a Notice Inviting Bids for Specification WD-12-02 was advertised in the Pasadena Journal, and posted online through Planet Bids. As a result of the notice inviting bids, fifteen contractors received bid packages. Five bids were opened on July 31, 2012.

Bids were evaluated using the unit price per foot for four different depths to be saw cut for concrete and asphalt pavements. Each unit price was added to arrive at a total unit price.

The results of the bids are as follows:

<u>Bidders</u>	<u>Total Unit Price (Per Foot)</u>
LG Demolition, Altadena	\$10.00
Miller Environmental, Inc., Anaheim	\$12.15
R.T. Larsen, Inc., Covina	\$31.00
Construct Alliance, Inc., Whittier	\$31.08
GM Sager Construction Co., Inc., Pomona	\$56.00

LG Demolition is the lowest responsive bidder and complies in all respects with the requirements of the Specification. Staff recommends that the City Council award a contract to LG Demolition.

COUNCIL POLICY CONSIDERATION:

The proposed contract supports the Department's Water System Master Plan adopted by the City Council in 2002 and addresses the replacement of aging water distribution mains and the 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, involving negligible or no expansion of the use. Section 15301 (c) specifically identifies existing highways and streets, sidewalks, gutters, bicycle and pedestrian trails, and similar facilities.

FISCAL IMPACT:

Funding for the contract will be provided using approved CIP appropriations budgeted in the Water Capital Fund 412 under Distribution Mains Project #1001, Fire Protection System Improvements Project #1019, and Meters and Services Project #1002. If the four, one-year extensions are approved, the maximum value of this contract will be \$750,000.

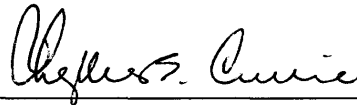
It is anticipated that \$150,000 of the cost will be spent during fiscal year 2013 as shown in the following table.

Fund	Budget Number	Amount
Water Capital Fund 412	Budget Number 1001 Distribution Mains	\$120,000
Water Capital Fund 412	Budget Number 1002 Meters and Services	\$ 10,000
Water Capital Fund 412	Budget Number 1019 Fire Protection System Improvements	\$ 20,000

Total Annual Fiscal Impact \$150,000

The remainder of the costs may be incurred over the next four fiscal years in equal increments. Work will not be assigned under the contract unless sufficient funding is available. The anticipated administration cost as a result of this action will be minimal.

Respectfully submitted,



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