

Agenda Report

June 10, 2013

TO: Honorable Mayor and City Council

FROM: Water and Power Department

SUBJECT: AUTHORIZE THE CITY MANAGER TO ENTER INTO A CONTRACT WITH PERRY C. THOMAS TO PROVIDE LABOR AND MATERIALS FOR THE ALLEN HYDRO-PNEUMATIC ZONE UPGRADES

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 Sections 15301 (Existing Facilities) and 15302 (Replacement or Reconstruction); and
2. Accept the bid dated May 10, 2013 submitted by Perry C. Thomas Construction, Inc. in response to Specification WD-12-13 for providing labor and materials for the Allen Hydro-Pneumatic Zone Upgrades for the Water and Power Department ("Department"), and authorize the City Manager to enter into a contract with Perry C. Thomas for an amount not to exceed \$531,973 for the period from July 1, 2013 to June 30, 2014.

BACKGROUND:

The Allen Booster Station pumps water from the Allen Pressure Zone to the Allen Hydro-Pneumatic Zone and provides service to 33 customers. The booster station was constructed in 1930 and the hydro-pneumatic tank was installed in 1948. A recent assessment of the booster station and hydro-pneumatic tank revealed that the equipment has exceeded its intended service life and should be replaced.

The Allen Hydro-Pneumatic Zone Upgrades will include replacement of the booster pumps, hydro-pneumatic tank, electrical equipment, valves, and piping with new, code compliant, and efficient equipment that will enhance reliability to the system. The proposed work shall include installation of three 10-horsepower pumps, a 2,500-gallon hydro-pneumatic tank, air compressor, electrical and controls equipment, buried and exposed piping, miscellaneous structures and appurtenances.

The Notice Inviting Bids ("Notice") was published in the Pasadena Journal on April 18, 2013. In response to the Notice, fifteen companies requested the Specifications. On May 10, 2013, bids were received from the following three contractors:

<u>Bidders</u>	<u>Amount</u>
Perry C. Thomas, Monrovia, CA	\$462,585
Environmental Construction, Inc., Woodland Hills, CA	\$579,537
Minco Construction, Gardena, CA	\$987,700
Engineer's Estimate	\$434,600

Perry C. Thomas 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 Perry C. Thomas for an amount not to exceed \$531,973. The award includes the bid price and a fifteen percent contingency of \$69,388 to accommodate any necessary change orders due to the unforeseen circumstances that may be revealed once work gets underway.

Award of the contract to Perry C. Thomas is in compliance with the Competitive Bidding and Purchasing Ordinance P.M.C. 4.08.

The work is anticipated to start in July 2013, with completion expected in December 2013. Construction management will be provided by Department staff. Engineering consulting and inspection services will be provided by RMC Water and Environment ("RMC"), which is one of the Department's on-call engineering consultants.

COUNCIL POLICY CONSIDERATION:

The proposed contract is consistent with the Public Facilities Element of the General Plan and supports the City Council's goal to improve, maintain and enhance public facilities infrastructure and to implement capital improvements that will maintain and rehabilitate infrastructure.

ENVIRONMENTAL ANALYSIS:

The project has been determined to be exempt from environmental review pursuant to the guidelines of the CEQA, Section 15301 (Existing Facilities) and Section 15302 (Replacement and Reconstruction). Section 15301 exempts actions (such as maintenance, repair, operation, etc.) relating to existing facilities or structures where there is negligible or no expansion of the use. Section 15302 exempts the replacement and/or reconstruction of existing facilities or structures including utility systems and/or facilities involving negligible or no expansion of capacity. The proposed work is necessary to maintain current operation of the facility and will not expand the capacity of the system.

FISCAL IMPACT:

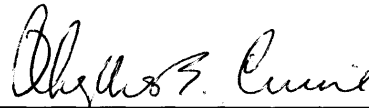
The cost of this project will be \$591,973. Funding for this action will be addressed by the utilization of existing appropriations in the Water System Capital Improvement Program Budget Number 1037 – Reservoir Improvements. It is anticipated that the total cost will be spent in fiscal year 2014.

The following table presents the contract summary:

Contract Amount	\$462,585
Contingency	\$ 69,388
Subtotal	\$531,973
Contract Administration	\$ 15,000
Consulting/Inspection	\$ 45,000
Total Fiscal Impact	\$591,973

The anticipated impact to other operational programs or capital projects as a result of this action will be none.

Respectfully submitted,

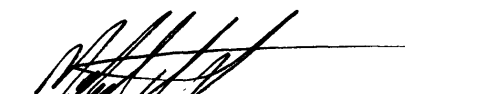


Phyllis E. Currie
General Manager
Water and Power Department

Prepared by:


Elisa Ventura
Engineer

Approved by:


MICHAEL J. BECK
City Manager