

Agenda Report

December 10, 2018

TO: Honorable Mayor and City Council

FROM: Department of Public Works

SUBJECT: CONTRACT AWARD TO GRFCO, INC. FOR FY 2018 STORM DRAIN STRUCTURE REPAIRS AND IMPROVEMENTS FOR AN AMOUNT NOT TO EXCEED \$171,000

RECOMMENDATION:

It is recommended that the City Council:

1. Find the project proposed herein to be categorically exempt under the California Environmental Quality Act (CEQA) Guidelines in accordance with Title 14, Chapter 3, Article 19, Section 15301, Class 1, minor alterations of existing public facilities involving negligible or no expansion of use beyond that previously existing at the time of the lead agency's determination, and that there are no features that distinguish this project from others in the exempt class, and therefore, there are no unusual circumstances; and
2. i) Accept the bid dated November 27, 2018 submitted by GRFCO Inc. in response to the plans and specifications for FY (Fiscal Year) 2018 Storm Drain Structure Repairs and Improvements; ii) reject all other bids; and iii) and authorize the City Manager to enter into a contract not to exceed \$171,000 which includes the base contract amount of \$142,721 and a contingency of \$28,279 to provide for any necessary change orders.

BACKGROUND:

This project consists of the repair of storm drain catch basins at various locations in the City of Pasadena. The work includes the removal and replacement of storm drain catch basin decks; repair and relining of storm drain structures and pipes; the removal and installation of protection bars on storm drain catch basins; and the cleaning and debris removal of City-owned catch basins.

A finding of compliance with the General Plan was previously made and is shown in the FY 2019 – 2023 Capital Improvement Program (CIP) Budget on page 7.8 – *Corrugated Metal Pipe Storm Drain Rehabilitation FY 2016 - 2020*.

The Department of Public Works prepared plans and specifications for the project and in accordance with Section 4.08.070 of the Pasadena Municipal Code, bids were requested and received. The project was advertised in the *Pasadena Journal* on November 1, 2018. In addition, the Notice Inviting Bids was published in four trade publications and listed on the City's website, which generated notices to 147 local vendors. 52 contractors obtained bid packets, five of whom submitted bids for the project.

Following advertising, bids were received on November 27, 2018, and are as follows:

<u>Bidder</u>	<u>Amount (\$)</u>
1. GRFCO, Inc., Perris	\$142,721
2. FS Contractors, Inc., Sylmar	\$145,331
3. Palp, Inc. dba Excel Paving Company, Long Beach	\$172,568
4. GRBCON, Inc., Baldwin Park	\$200,875
5. Dekan, Inc., Santa Paula	\$267,133
 Engineer's Estimate	 \$150,000

The lowest bid received was 5 percent lower than the Engineer's Estimate of \$150,000.

It is recommended that GRFCO, Inc. be awarded the contract for this project as they are the lowest responsive and responsible bidder. The proposed contract with GRFCO, Inc. fully complies with the Competitive Bidding and the Prevailing Wage Law (Senate Bill 7) per Resolution 9406 adopted by the City Council on December 15, 2014. The contractor has indicated that the award of this contract will result in three new hires to the present workforce. A Local Hiring Provision to notify the labor unions of the goal to employ qualified Pasadena residents for 75 percent of new labor work hours on the project was included in the project specifications.

GRFCO, Inc. is not currently under contract for other work with the City of Pasadena. GRFCO, Inc. completed a \$1,549,522 water main installation project for Pasadena Water & Power in 2016. Staff has confirmed that the contractor's license and Department of Industrial Relations status is in good standing.

The contract for this project will be set up as follows:

Base Bid	\$ 142,721
Contingency Allowance	\$ 28,279
Contract "Not to Exceed" Amount	\$ 171,000

The contract contingency, typically 10 percent, has been increased to 20 percent due to favorable bid prices, in order to repair additional storm drain locations under this contract. It is anticipated that construction will begin in January 2019 and be completed in March 2019.

COUNCIL POLICY CONSIDERATION:

This project is consistent with the City Council's goal to improve, maintain and enhance public facilities. It also supports the Public Facilities Element of the General Plan by maintaining public facilities to enhance the quality of life of the community.

ENVIRONMENTAL ANALYSIS:

The City's Environmental Administrator recommends that the City Council determine the proposed project to be exempt under CEQA in accordance with Title 14, Chapter 3, Article 19, Section 15301, Class 1. 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, and there are no features that distinguish this project from others in the exempt class, and therefore, there are no unusual circumstances.

FISCAL IMPACT:

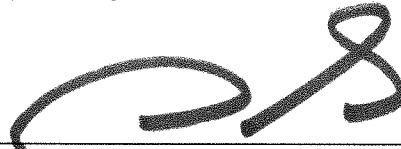
The cost of this contract is \$171,000 and the total cost of this action will be \$186,000. Funding for this action will be addressed by the utilization of existing budgeted appropriations in the *Corrugated Metal Pipe Storm Drain Rehabilitation FY 2016 - 2020* CIP project (budget account 76907). It is anticipated that all of the cost will be spent in FY 2019.

The following table represents a contract summary.

Base Bid	\$	142,721
Contingency	\$	28,279
Contract Administration/Inspection	\$	15,000
Total Fiscal Impact	\$	186,000

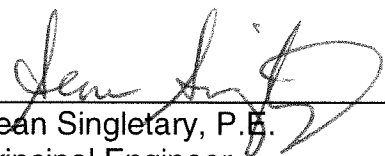
Department of Public Works, Street Maintenance Integrated Waste Management Division is responsible for the operation and maintenance efforts for the storm drain system. The improvements included in the Corrugated Metal Pipe Storm Drain Rehabilitation FY 2016-2020 Improvements CIP project will not impact the annual costs budgeted for maintenance.

Respectfully submitted,




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