

Agenda Report

TO: CITY COUNCIL

DATE: JANUARY 26, 1998

FROM: CITY MANAGER

SUBJECT: AUTHORIZATION TO ENTER INTO CONTRACT WITH PERRY THOMAS CONSTRUCTION, INC. FOR THE CONSTRUCTION OF AN UNDERGROUND CONDUIT SYSTEM BETWEEN T. M. GOODRICH RECEIVING STATION AND SANTA ANITA SUBSTATION

RECOMMENDED

It is recommended that the City Council: (i) accept the bid dated December 16, 1997, submitted by Perry Thomas Construction, Inc. in response to Specification LD-97-11 for the above subject; (ii) reject all other bids; (iii) authorize the General Manager to enter into a contract for an amount not to exceed \$733,415 as is required.

BACKGROUND

Most of the power to supply Pasadena passes through three subtransmission lines between T. M. Goodrich Receiving Station and Santa Anita Substation. As local generation decreases due to the Department's ability to substitute low cost power from outside the City, the power flow over these lines increases. The subject contract work is the additional line required to increase the necessary transfer capacity within the City.

Department staff distributed the Specifications to a total of seven businesses. In response to the Notice Inviting Bids, six Bidders submitted proposals with prices as follows:

Perry Thomas Construction, Inc.	\$ 666,741
Irish Construction	\$ 676,996
Herman Weissker, Inc.	\$ 700,000
Lambco Engineering, Inc.	\$ 793,385
Doty Brothers Equipment Company	\$ 923,673
Sim J. Harris Company	\$1,047,099

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The engineer's estimate for the proposed project was \$700,000. Perry Thomas Construction, Inc. was the low Bidder. Therefore, it is recommended that City Council award a contract on that basis. The award includes the bid price and an additional 10% to accommodate any necessary change orders:

Base bid	\$666,741
Change Order provision	<u>66,674</u>
(10%)	\$733,415

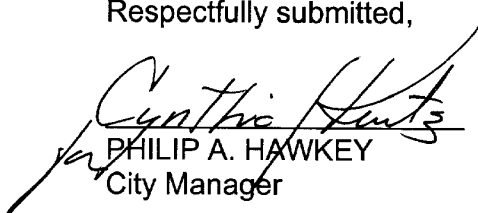
Extra work is always inevitable in the electrical underground installation due to some unknown or unforeseen conditions. Especially for this project, the width of the conduit trench is two times wider than a normal trench. The potential risk factors of running into existing underground utilities are much greater. For the magnitude of this project, a provision of 10% is prudent.

Perry Thomas Construction, Inc. which is located in Arcadia, California, has indicated that it will be using approximately eight people in the performance of the proposed contract and will not be hiring additional labor. The proposed contract is in compliance with the Contracting Ordinance P.M.C.4.09 and the rules and regulations promulgated thereunder.

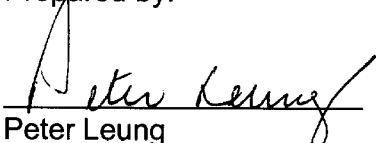
FISCAL IMPACT

Funds for this project are provided for in the Capital Improvement Project Number 3046, "Subtransmission Line 34-10", as established by City Council action of June 30, 1997.

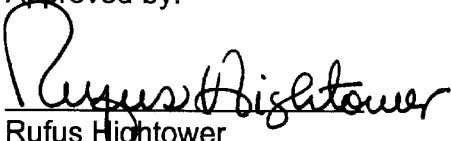
Respectfully submitted,


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