

# Agenda Report

Date: May 10, 1999

To: City Council

From: City Manager

**Subject:** Authorization to Enter into a Contract with R.T. Larsen, Inc. to Provide Labor and Materials for Utility Street Repairs for Pasadena Water and Power, Specification WD-98-06

## RECOMMENDATION

It is recommended that the City Council:

- (i) Accept the bid dated March 29, 1999 submitted by R. T. Larsen, Inc., in response to Specification WD-98-06 for Providing Labor and Materials for Utility Street Repairs for Pasadena Water and Power;
- (ii) Reject all other bids; and
- (iii) Authorize the General Manager of Pasadena Water and Power to enter into such contract, not to exceed \$500,000 annually as is required.

## BACKGROUND

Specification WD-98-06 provides for an annual contract for repaving streets, curbs and sidewalks made necessary in the course of water and power systems construction. The specification provides for an initial term of two years from the date the City signs the contract with an option for the General Manager of Water and Power to extend the contract two additional one-year periods, provided the contractor's services have been satisfactory and its proposed price changes do not exceed the rate of the then current Consumer Price Index.

The Notice Inviting Bids for Specification WD-98-06 was published in the Pasadena Journal on March 11, 1999. In response to the Notice Inviting Bids, six contractors received the Specification. Bids were received from two contractors.

The bids were evaluated by multiplying each unit price bid by an estimated quantity and adding the products to arrive at a total weighted bid. The bid prices were weighted according to how frequently the corresponding bid items are required by Water and Power. This method of evaluation and the weighting factors were fully set forth in the Specification. The lowest total weighted bid price represents the lowest bidder.

The following contractors submitted bids which were evaluated and the total weighted bids are as follows:

<u>Bidders</u>	<u>Weighted Bid Prices</u>
R. T. Larsen, Inc.	5,715.00
Paveco Construction, Inc.	6,229.00

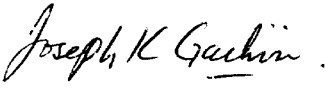
R.T. Larsen, Inc., is the lowest responsive bidder and complies in all respects with the requirements of the Specification. Staff recommends that the Council award a contract to R.T. Larsen, Inc. for an amount not to exceed \$500,000 per year. The recommended contract amount is based on Pasadena Water and Power's previous annual expenditures for this work.

R. T. Larsen, Inc. is in compliance with the Competitive Bidding, Affirmative Action in Contracting and Living Wage Ordinances P.M.C. 4.08, 4.09 and 4.11. The bidding process is in accordance with all City standards and policies for contract bidding.


#### **FISCAL IMPACT**

Funds for Utility Street Repairs are provided for in the Water Division's Fiscal Year 1998-1999 Operating and Capital Budgets in various Water and Power accounts.

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Respectfully submitted,

  
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Approved by:

  
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