

AGENDA ITEM NO. 1E  
COUNCIL MEETING 04/25/13  
APPROVED BY

  
DEPARTMENT DIRECTOR

CITY MANAGER 

April 25, 2013

**FROM:** PATRICK N. WIEMILLER, Director of Public Utilities  
Department of Public Utilities

**BY:** MARTIN A. QUERIN PE, Assistant Director of Public Utilities  
Department of Public Utilities – Water Division 

MICHAEL CARBAJAL, Chief Engineering Technician   
Department of Public Utilities – Water Division

ROBERT A. DIAZ, Senior Engineering Technician   
Department of Public Utilities – Water Division

- SUBJECT:**
1. ADOPT FINDING OF CLASS 2 CATEGORICAL EXEMPTION, PURSUANT TO SECTION 15302(c) OF THE CEQA GUIDELINES, FOR THE 14-INCH WATER MAIN IMPROVEMENTS IN EAST CLINTON AVENUE BETWEEN NORTH ANGUS AND NORTH FIRST STREETS (COUNCIL DISTRICT 7).
  2. AWARD A CONSTRUCTION CONTRACT TO WEST VALLEY CONSTRUCTION INC., OF FRESNO, CA IN THE AMOUNT OF \$319,194.30 FOR THE 14" WATER MAIN IMPROVEMENTS IN EAST CLINTON AVENUE BETWEEN NORTH ANGUS AND NORTH FIRST STREETS BID FILE NO. 3226; AND AUTHORIZE THE PUBLIC WORKS DIRECTOR, OR HIS DESIGNEE, TO SIGN THE CONTRACT ON THE CITY'S BEHALF (COUNCIL DISTRICT 7)

## RECOMMENDATIONS

Staff recommends that the City Council:

1. Adopt finding of a Class 2 Categorical Exemption, pursuant to Section 15301(c) of the CEQA guidelines, for the 14-inch Water Main Improvements in East Clinton Avenue between North Angus and North First Streets.
2. Award a construction contract in the amount of \$319,194.30 to West Valley Construction Inc. of Fresno, CA, for the 14" Water Main Improvements in East Clinton Avenue between North Angus and North First Streets as the lowest responsive and responsible bidder; and to authorize the Public Works Director, or his designee, to sign the contract, on the City's behalf.

## EXECUTIVE SUMMARY

This project will install a 14-inch water main, fire hydrants, and water services in East Clinton Avenue between North Angus Street and North First Street. The existing 10-inch water main serving this area was installed in 1948 and has reached the end of its useful service life. The new water main will increase water

## REPORT TO CITY COUNCIL

Award Construction Contract with West Valley Construction

April 25, 2013

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system reliability and reduce the likelihood of a water main failure. Additionally, this project is being coordinated with a planned street repair project to be completed by the Public Works Department.

Staff recommends that Council award a construction contract in the amount of \$319,194.30 to West Valley Construction Inc. of Fresno, CA, as the lowest responsive and responsible bidder, and authorize the Public Works Director or his designee to sign the contract on behalf of the City.

### **ENVIRONMENTAL FINDING**

Staff determined that the scope of this project falls within the Class 2, Categorical Exemption set forth in the CEQA Guidelines, Section 15302, as this contract is for the replacement of existing utility systems. The project will not result in the expansion of capacity of the existing uses. Furthermore, none of the exceptions to Categorical Exemptions set forth in the CEQA Guidelines, Section 15300.2 apply to this project.

### **BACKGROUND**

The existing 10-inch water main in East Clinton Avenue between North Angus Street and North First Street was installed in 1948 and has reached the end of its useful service life. This project will install a new 14-inch water main, fire hydrants, and 22 water services to replace the existing 10-inch water main. Replacing this facility will improve water service levels while reducing the likelihood of a water main failure which can interrupt water service to customers and damage street improvements. Additionally, this project is being coordinated with a planned street repair project to be completed by the Public Works Department following the installation of the new water main.

Staff prepared plans and specifications for the 14" Water Main Improvement in East Clinton Avenue between North Angus and North First Streets. A Notice Inviting Bids was published on the City's website on March 8, 2013, posted on the City's website, and faxed to seven (7) building exchanges. The specifications and plans were distributed to eighteen (18) prospective bidders. Three sealed bid proposals were received and opened in a public bid opening on March 21, 2013, with the bids ranging from \$319,194.30 to \$407,530.00. West Valley Construction, of Fresno, CA, submitted the lowest bid price in the amount of \$319,194.30 and is considered the lowest responsive and responsible bidder.

Staff is recommending award of a construction contract to West Valley Construction Inc. in the amount of \$319,194.30 to replace an existing 10-inch water main with a 14-inch water main as well as transfer 22 existing water services and meters located in East Clinton Avenue between North Angus Street and North First Street; and to authorize the Public Works Director, or his designee to sign and execute the contract on behalf of the City of Fresno.

### **FISCAL IMPACT**

This project, which is located in Council District 7, is identified in the five year Capital Improvement Plan and funding was included in the FY 2013 Water Enterprise Fund (40101). This project will have no impact to the City's General Fund.

**EVALUATION OF BID PROPOSALS**

FOR: 14" WATER MAIN IMPROVEMENTS IN EAST CLINTON AVENUE BETWEEN  
NORTH ANGUS AND NORTH FIRST STREETS

Bid File No. 3226  
Bid Opening: 3/21/13

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<b>BIDDER'S</b>	<b>TOTAL NET BID AMOUNT</b>
1. West Valley Construction Company, Inc. 2793 South Golden State Blvd. Fresno CA 93725	\$319,194.30
2. Floyd Johnston Construction Company 2301 Herndon Avenue Clovis CA 93611	\$331,458.00
3. Vulcan Construction & Maintenance, Inc. 130 South West Avenue Fresno CA 93706	\$407,530.00

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Each bidder has agreed to allow the City sixty-four (64) days from date bids are opened to accept or reject their bid proposal. Purchasing requests that you complete the following sections and return this bid evaluation to the Purchasing Division at the latest by Wednesday, April 10, 2013, 5:00 P.M.

The Engineer's Estimate for this expenditure is \$ 350,000 . The contract price is 9.65 % below the Engineer's Estimate. If the overage is greater than 10% or only one bid was received, give explanation:

**BACKGROUND OF PROJECT** (To be completed by Evaluating Department/  
Division. Explain need for project/equipment):

Current water main has out lived its service life expectancy and provides inadequate quality service. It is also imperative that the project is completed so City Streets Department may utilize funds to overlay East Clinton Avenue within Fiscal Year 2013.

**DEPARTMENT CONCLUSIONS AND RECOMMENDATION:**

Award a contract in the amount of \$ 319,194.30  
to West Valley Construction  
as the lowest responsive and responsible bidder.

EVALUATION OF BID PROPOSALS

FOR: 14" WATER MAIN IMPROVEMENTS IN EAST CLINTON AVENUE BETWEEN  
NORTH ANGUS AND NORTH FIRST STREETS

Bid File No. 3226  
Bid Opening: 3/21/13

Remarks:

Reject all bids. Reason:

Department Head Approval

*HM [Signature]*

Title ASSISTANT DIRECTOR DPU-WATER

Date 3-28-13

Approve Dept. Recommendation

Approve Finance/Purchasing Recommendation

Disapprove

Disapprove

See Attachment

FINANCE DEPARTMENT

CITY MANAGER

*Jurion McDonald* 4/5/13  
Purchasing Manager Date

*[Signature]* 4/10/13  
City Manager or Designee Date

*[Signature]* 4-5-13  
Assistant-Controller *Karen Bradley* Date

## FISCAL IMPACT STATEMENT

PROGRAM: WATER MAIN RENEWAL

<u>RECOMMENDATION</u>	<u>TOTAL OR CURRENT</u>	<u>ANNUALIZED COST</u>
Direct Cost	<u>\$319,194.30</u>	<u>\$319,194.30</u>
Indirect Cost	<u>\$31,000.00</u>	<u>\$31,000.00</u>
TOTAL COST	<u>\$349,194.30</u>	<u>\$349,194.30</u>
Additional Revenue or Savings Generated	<u>0</u>	<u>0</u>
Net City Cost	<u>\$349,194.30</u>	<u>\$349,194.30</u>
Amount Budgeted (If none budgeted, identify source)	<u>\$350,000.00</u>	<u>\$350,000.00</u>

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