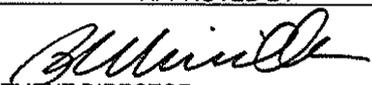
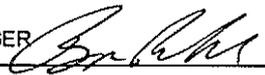


| | |
|---|---------|
| AGENDA ITEM NO. | 2B |
| COUNCIL MEETING | 4/25/13 |
| APPROVED BY | |
|  | |
| DEPARTMENT DIRECTOR | |
|  | |
| CITY MANAGER | |

April 25, 2013

FROM: PATRICK N. WIEMILLER, Director
Department of Public Works

BY: EFREN BAÑUELOS, Assistant Public Works Director 
Department of Public Works, Capital Management Division

LALKUMAR GOONAWARDENA, Design Services Manager 
Department of Public Works, Capital Management Division

- SUBJECT:**
1. ADOPT FINDING OF A CATEGORICAL EXEMPTION PER STAFF DETERMINATION, PURSUANT TO CLASS 2 SECTION 15302(c) (REPLACEMENT OR RESTORATION) OF THE CEQA GUIDELINES FOR THE INSTALLATION OF 8" WATER MAINS IN THE VICINITY OF E. BULLARD AVENUE AND N. MILLBROOK AVENUE (COUNCIL DISTRICT 4).
 2. AWARD A CONSTRUCTION CONTRACT WITH WEST VALLEY CONSTRUCTION COMPANY, INC., OF CAMPBELL, CALIFORNIA IN THE AMOUNT OF \$1,433,042.19 FOR THE INSTALLATION OF 8" WATER MAINS IN THE VICINITY OF E. BULLARD AVENUE AND N. MILLBROOK AVENUE PROJECT BID FILE NO. 3148 AND AUTHORIZE THE PUBLIC WORKS DIRECTOR, OR HIS DESIGNEE, TO SIGN THE CONTRACT ON THE CITY'S BEHALF (COUNCIL DISTRICT 4).

RECOMMENDATIONS

Staff recommends that the City Council:

1. Adopt finding of a Categorical Exemption per staff determination, pursuant to Class 2 Section 15302(c) (Replacement or Restoration) of the CEQA Guidelines for the Installation of 8" water mains in the vicinity of E. Bullard Avenue and N. Millbrook Avenue.
2. Award a construction contract in the amount of \$1,433,042.19 to West Valley Construction Company, Inc., of Campbell, California as the lowest and responsible bidder for the Installation of 8" water mains in the vicinity of E. Bullard Avenue and N. Millbrook Avenue Project 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 8" water mains, fire hydrants, and water services in a former County water district neighborhood, in the vicinity of E. Bullard Avenue and N. Millbrook Avenue. Existing water mains are located in easements at the rear of the properties. Under the proposed project the aging water mains will be replaced with new water mains placed in the street right-of-way and water services relocated accordingly. The new water mains will provide consistent water pressure and eliminate water main failures. The project is in City of Fresno Council District No. 4.

REPORT TO THE CITY COUNCIL

Approve Construction Contract with West Valley Construction Company, Inc.

Installation of 8" Water Mains in the vicinity of E. Bullard Avenue and N. Millbrook Avenue

April 25, 2013

Page 2

On March 21, 2013, three (3) sealed bids were received and opened in a public forum. West Valley Construction Company, Inc., of Campbell, California, has been determined to be the lowest responsive and responsible bidder. Staff recommends that Council award a construction contract in the amount of \$1,433,042.19 to West Valley Construction Company, Inc., and authorize the Public Works Director or his designee to sign the contract on the City's behalf.

ENVIRONMENTAL FINDING

Staff has reviewed the scope and nature of this project and determined that the scope of this project falls within the Class 2, Categorical Exemption set forth in the CEQA Guidelines, Section 15302(c), as this contract is for the replacement of existing utility systems and/or facilities involving negligible or no expansion of capacity. The project will replace the existing on site utility system with new water mains and services and will not result in the expansion of capacity of existing utility system, or change the purpose. Furthermore, none of the exceptions to Categorical Exemptions set forth in the CEQA Guidelines, Section 15300.2 apply to this project.

BACKGROUND

This project is located within the neighborhood of a former County water district in the vicinity bounded by E. Bullard Avenue, N. Millbrook Avenue, E. Barstow Avenue, and N. Ninth Street. Existing water mains in this former County water district neighborhood are located in easements in the backyards of private properties with limited access. Additionally, due to the age of the existing mains, numerous water main failures have occurred interrupting water service to customers. Under the proposed project, the water mains and services will be placed in the street right-of-way improving access for City maintenance staff.

Public Works staff prepared Plans and Specifications and a Notice Inviting Bids was posted on the City's website on March 6, 2013. Ten (10) building exchanges were sent Notices Inviting Bids, and the specifications were distributed to six (6) prospective bidders. Three (3) sealed bids were received and opened in a public bid opening on March 21, 2013. Bid proposals ranged from \$1,433,042.19 to \$1,542,250.60. West Valley Construction Company, Inc., of Campbell, California, submitted the lowest bid in the amount of \$1,433,042.19 and was determined to be the lowest responsive and responsible bidder. The apparent low bid price was 2.7% below the Engineer's Estimate. Bids will expire within 64 days after the bid opening. This project will be completed 90 working days after the notice to proceed.

Staff is recommending award of a construction contract to West Valley Construction Company, Inc., in the amount of \$1,433,042.19 to install 8" water mains in the vicinity of E. Bullard Avenue and N. Millbrook Avenue 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

The project, which is located in Council District 4, will not have any impact to the General Fund. Project funding of \$1,433,042.19 is provided through the Water Division's adopted FY 2013 Capital Improvement Project Budget. No additional appropriations are needed for this project.

Attachments: Bid Evaluation
Fiscal Impact Statement
Vicinity Map

FISCAL IMPACT STATEMENT

PROGRAM: WJ 5290 INSTALLATION OF 8" WATER MAINS AND FIRE HYDRANTS, IN THE VICINITY OF E. BULLARD AVENUE AND N. MILLBROOK AVENUE

| <u>RECOMMENDATION</u> | <u>TOTAL OR CURRENT</u> | <u>ANNUALIZED COST</u> |
|---|------------------------------|------------------------|
| Direct Cost | <u>\$1,433,042.19</u> | _____ |
| Indirect Cost | <u>\$ 285,000.00</u> | _____ |
| TOTAL COST | <u>\$1,718,042.19</u> | _____ |
| Additional Revenue or Savings Generated | _____ | _____ |
| Net City Cost | <u>\$1,718,042.19</u> | _____ |
| Amount Budgeted (If none budgeted, identify source) | <u>WC00005</u> | _____ |

Indirect costs consist of the following:

| | |
|--|----------------------|
| Contract Administration (Const. Manage., Surveying, Inspection, Contract Compliance) | \$ 140,000.00 |
| Contract Engineering Support | \$ 5,000.00 |
| Contract Contingencies | <u>\$ 140,000.00</u> |
| TOTAL | \$ 285,000.00 |

EVALUATION OF BID PROPOSALS

: INSTALLATION OF 8" WATER MAINS IN THE VICINITY OF
E. BULLARD AVE. AND N. MILLBROOK AVE.

Bid File No. 3148
Bid Opening: 3/21/13

| BIDDER'S NAME | TOTAL NET BID AMOUNT |
|--|----------------------|
| 1. WEST VALLEY CONSTRUCTION 580 McGLINCY LANE CAMPBELL, CA. 95008 | \$1,433,042.19 |
| 2. VULCAN CONSTRUCTION & MAINTENANCE, INC. 130 S. WEST AVE. FRESNO, CA. 93706 | \$1,512,972.00 |
| 3. FLOYD JOHNSTON CONSTRUCTION COMPANY, INC. 2301 HERNDON CLOVIS, CA. 93611 | \$1,542,250.60 |

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 17, 2013, 5:00 P.M.

The Engineer's Estimate for this expenditure is \$1,472,826. The contract price is 2.7 % 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): Currently in this neighborhood customers are severed from the water mains located in an easement in the backyards of private properties. The aging water mains tend to have frequent failures disrupting service to the customer. This project will relocate/replace the existing aging water mains in the backyards to the street right of way in the front of the properties.

EVALUATION OF BID PROPOSALS

: INSTALLATION OF 8" WATER MAINS IN THE VICINITY OF
E. BULLARD AVE. AND N. MILLBROOK AVE.

Bid File No. 3148
Bid Opening: 3/21/13

DEPARTMENT CONCLUSIONS AND RECOMMENDATION:

Award a contract in the amount of \$1,433,042.19
to West Valley Construction, Company, Inc., 580 McGlincy Lane, Campbell, California
as the lowest responsive and responsible bidder.

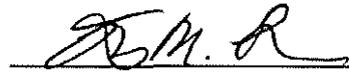
Remarks:

Reject all bids. Reason:

Department Head Approval

Department Head Approval





Title Asst. PW Director

Title Asst. Director of DPW

Date 3/26/13

Date 3/26/13

Approve Dept. Recommendation

Approve Finance/Purchasing Recommendation

Disapprove

Disapprove

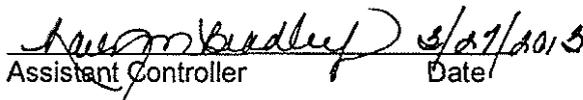
See Attachment

FINANCE DEPARTMENT

CITY MANAGER


Purchasing Manager Date


City Manager or Designee Date


Assistant Controller Date

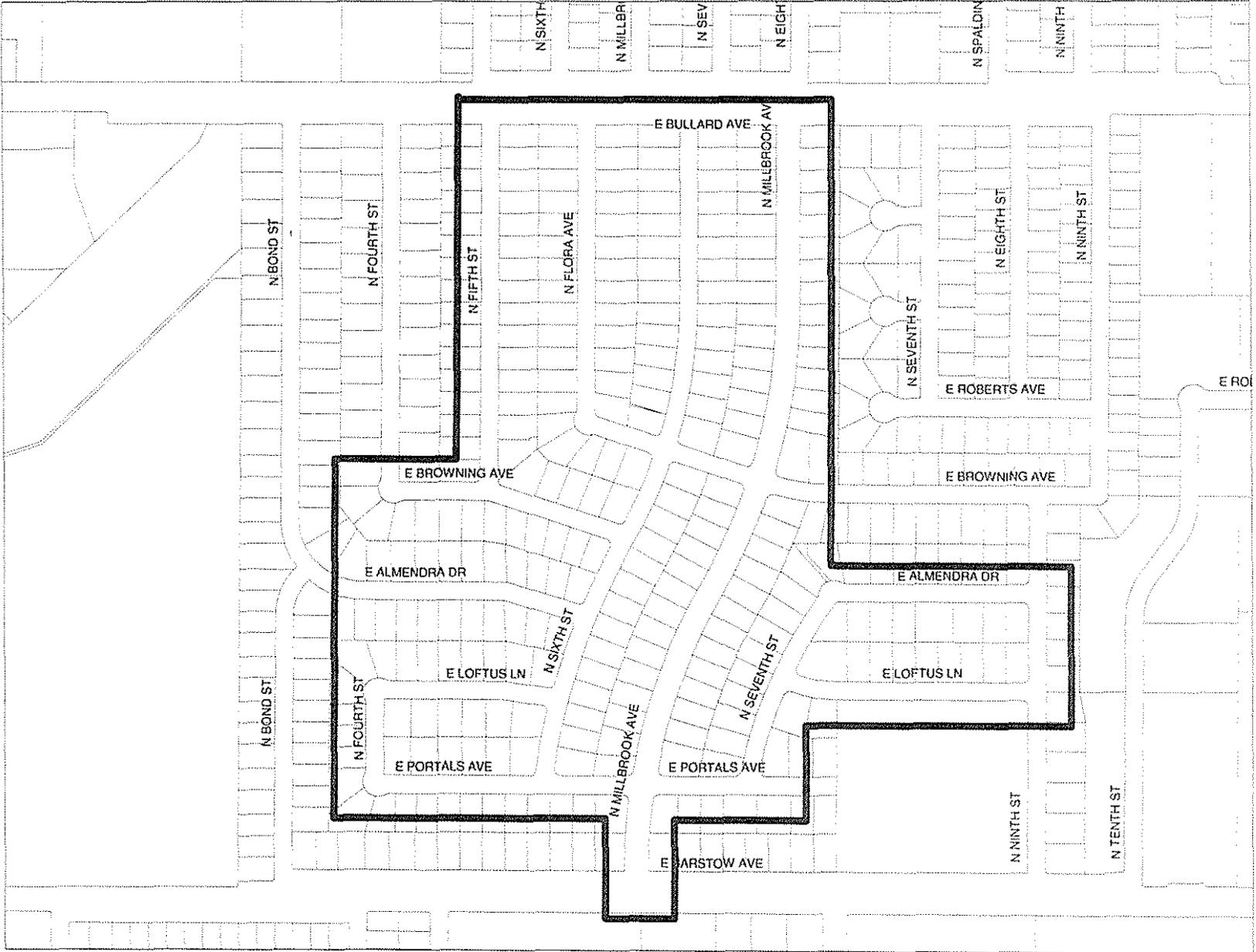
City of Fresno

 User Drawn Redlines

 Parcels

 City Limits

 Fresno County



SCALE 1 : 5,916

