



AGENDA ITEM NO. 1G
 COUNCIL MEETING 06/06/13

APPROVED BY

DEPARTMENT DIRECTOR

CITY MANAGER

June 6, 2013

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

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

BROCK D. BUCHE, PE, PLS, Supervising Professional Engineer
 Department of Public Utilities, Water Division

ANITA A. LUERA, Senior Engineering Technician
 Department of Public Utilities, Water Division

SUBJECT: AWARD A CONTRACT IN THE AMOUNT OF \$184,700 TO RDA CONSTRUCTION, INC., FOR THE CONSTRUCTION OF WELL SITE IMPROVEMENTS AT PUMP STATION 56A LOCATED AT 415 EAST SAN JOSE AVENUE (BID FILE NO. 3236) (COUNCIL DISTRICT 4)

RECOMMENDATIONS

Staff recommends that the City Council:

1. Award a contract in the amount of \$184,700 to RDA Construction, Inc., for the construction of well site improvements at Pump Station 56A (PS 56A).
2. Authorize the Public Works Director, or his designee, to sign the contract on the City's behalf.

EXECUTIVE SUMMARY

The Department of Public Utilities, Water Division, solicited contractor services for the construction of well site improvements at PS 56A. The well site improvements are necessary to provide a complete and operational municipal water well. Staff recommends award of a contract to RDA Construction, Inc., for these services in the amount of \$184,700.

BACKGROUND

The Water Division maintains a network comprised of upward to two-hundred-sixty (260) municipal water supply wells that provides eighty-eight (88) percent of the City of Fresno's potable water. The ongoing construction of new wells for this network is required to meet increased demands, replace wells that have reached the end of their useful life, or to assist in remediating water quality issues. The property for PS 56A has been acquired and drilling of the municipal water supply well is complete. Construction of the proposed well site improvements are necessary to complete the required infrastructure that will bring the new municipal water supply well to an operational state. Once complete, PS 56A will augment the City's current water

REPORT TO CITY COUNCIL

2103-06-06 PS 56A Well Site Improvements Bid Award

Page 2

supply while replenishing production that was lost when an outdated well in the area was decommissioned and later destroyed. These site improvements will comply with the requirements of the associated Conditional Use Permit.

A notice inviting bids for construction of the well site improvements was published in the Business Journal and posted on the City's website on April 16, 2013. Project plans and specifications were distributed to twenty-three (23) prospective bidders. Three (3) sealed bids were received and opened in a public opening on May 2, 2013.

RDA Construction, Inc., submitted a bid price in the amount of \$184,700 and is considered to be the lowest responsive and responsible bidder. The Staff Determination of Award was posted on the City of Fresno website on May 15, 2013. The bid price is 28% below the Engineer's Estimate of \$255,200. The remaining two (2) bid proposals range in price from \$274,425 to \$321,477.

Staff recommends that council award a construction contract in the amount of \$184,700 to RDA Construction, Inc., for the construction of well site improvements at PS 56A and authorize the Public Works Director, or his designee, to sign and execute the contract on behalf of the City of Fresno.

ENVIRONMENTAL FINDING

An environmental assessment was previously completed for the construction of PS 56A. Mitigated Negative Declaration EA No. C-10-129 was adopted by the City's Planning and Development Department on June 18, 2010, and a Notice of Determination was filed with the Fresno County Clerk's Office on December 3, 2010. The project description for the construction PS 56A, including well site improvements, was environmentally assessed in the initial study, and resulted in the finding of a Mitigated Negative Declaration. Staff has performed an analysis and determined that no substantial changes have occurred with respect to the circumstances under which Mitigated Negative Declaration EA No. C-10-129 was adopted, and that no new information, which was not known and could not have been known at the time Mitigated Negative Declaration EA No. C-10-230 was adopted has become available. Therefore, all necessary environmental review required by CEQA has been completed for construction of well site improvements at PS 56A as contemplated by the award of this contract.

FISCAL IMPACT

This project, which is located in Council District 4, will not have any impact to the General Fund. Funds for the construction of PS 56A are included in the Water Division's FY 2013 Capital Improvement Program budget within the Water Revenue Bond A-2 Fund (40119). The site acquisition and development of replacement water wells was included in the water rate model used to create the five-year utility rate plan and subsequently adopted by City Council on February 27, 2007 (Resolution 2007-79). No additional funding is required for the construction of this project.

Attachments: Evaluation of Bid Proposals
 Fiscal Impact Statement

EVALUATION OF BID PROPOSALS

FOR: CONSTRUCT WELL SITE IMPROVEMENTS AT PUMP STATION 56A

Bid File No. 3236
Bid Opening: 5/2/13

	BIDDER'S	BID AMOUNT
1.	RDA Construction Inc. 1692 W. Bullard Ave Fresno, Ca 93711	\$184,700.00
2.	Steve Dovali Construction 8461 E. Olive Ave. Fresno, Ca 93737	\$274,425.00
3.	Smith Construction Co. Inc. 2139 N Briarwood Ave. Fresno, Ca 93705	\$321,477.00

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, May 22, 2013 5:00 P.M.

The Engineers Estimate/Budget Allocation for this expenditure is two hundred and fifty-five thousand two hundred dollars (\$255,200.00). The contract price is 28% below the Engineer's Estimate/Budget Allocation. If the overage is greater than 10% or only one bid was received, give explanation:

BACKGROUND OF PROJECT:

As an essential addition to the City of Fresno's water distribution system, Pump Station 56A will aid in ensuring appropriate levels of water service are attained in the area surrounding this site. This Pump Station will replenish water production that was lost when an outdated municipal water well in the area was previously destroyed due to sand production issues and non-compliance to modern construction standards and sanitary requirements. Well site improvements at Pump Station 56A will be necessary to bring the new municipal water well that was recently drilled on site to a complete and operational state and to provide permanent site security. These site improvements will be constructed to comply with the requirements of the associated Conditional Use Permit.

EVALUATION OF BID PROPOSALS

FOR: CONSTRUCT WELL SITE IMPROVEMENTS AT PUMP STATION 56A

Bid File No. 3236
Bid Opening: 5/2/13

DEPARTMENT CONCLUSIONS AND RECOMMENDATION:

Award a contract in the amount of \$184,700.00
to RDA Construction Inc.
as the lowest responsive and responsible bidder.

Remarks:

Reject all bids. Reason:

Department Head Approval

HM [Signature]
Title Asst. Director
Date 5/9/13

Approve Dept. Recommendation

Approve Finance/Purchasing Recommendation

Disapprove

Disapprove

See Attachment

FINANCE DEPARTMENT

CITY MANAGER

Jason Mac Donald 5/10/13
Purchasing Manager Date

[Signature] 5/13/13
City Manager or Designee Date

Lawson Bradley 5/10/2013
Assistant Controller Date

FISCAL IMPACT STATEMENT

PROGRAM: CONSTRUCT WELL SITE IMPROVEMENTS AT PUMP STATION 56A

ADDRESS: 315 EAST SAN JOSE AVENUE
PROJECT ID: WC00016 FUND: 40119
ORG: 4115001 CO: SQ002

<u>RECOMMENDATION</u>	<u>TOTAL OR CURRENT</u>	<u>ANNUALIZED COST</u>
Direct Cost	<u>\$184,700.00</u>	<u>\$184,700.00</u>
Indirect Cost	<u>\$10,000.00</u>	<u>\$10,000.00</u>
TOTAL COST	<u>\$194,700.00</u>	<u>\$194,700.00</u>
Additional Revenue or Savings Generated	<u>\$0.00</u>	<u>\$0.00</u>
Net City Cost	<u>\$194,700.00</u>	<u>\$194,700.00</u>
Amount Budgeted (If none budgeted, identify source)	<u>\$300,200.00</u>	<u>\$300,200.00</u>

This page intentionally left blank.