

COUNCIL RESOLUTION NO. 2014-_____

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CHULA VISTA ACCEPTING BIDS, AWARDING THE CONTRACT FOR THE "INDUSTRIAL BOULEVARD SEWER IMPROVEMENT PROJECT FROM MAIN STREET TO ANITA STREET IN THE CITY OF CHULA VISTA, CALIFORNIA (CIP # SW263)" TO GRFCO INC. IN THE AMOUNT OF \$674,500, WAIVING CITY COUNCIL POLICY 574-01, AND AUTHORIZING THE EXPENDITURE OF ALL AVAILABLE CONTINGENCY FUNDS IN AN AMOUNT NOT TO EXCEED \$101,175.

WHEREAS, this project involves the removal and replacement of approximately 1,300 lineal feet of sewer pipes, sewer laterals connections, and removal and replacement of existing sewer manholes. The project will divert sewer flows from Industrial Boulevard directly into the Salt Creek Interceptor; and

WHEREAS, the Development Services Director has reviewed the proposed project for compliance with the California Environmental Quality Act (CEQA) and has determined that the project qualifies for a Class 1 (c) categorical exemption pursuant to Section 15301 (Existing Facilities) of the State CEQA Guidelines; and

WHEREAS, on February 19, 2014, after a public bidding process, the Director of Public Works received five (5) sealed bids for the "Industrial Boulevard Sewer Improvement Project, between Main Street and Anita Street in the City of Chula Vista (SW263)" project; and

WHEREAS, the five (5) bids submitted are as follows:

CONTRACTOR	BID AMOUNT
1. GRFCO Inc. – Moreno Valley, CA	\$674,500.00
2. PALM Engineering – San Diego, CA	\$687,050.00
3. WIER Construction – Escondido, CA	\$784,470.00
4. Burtech Pipeline – Encinitas, CA	\$809,875.00
5. MODE Engineering– Laguna Niguel, CA	\$971,500.00

WHEREAS, the low bid submitted by GRFCO Inc. is below the Engineer's estimate of \$770,000 by \$95,500 (approximately 12 %); and

WHEREAS, GFRCO Inc. has satisfactorily completed projects for other Cities of a similar nature; and

WHEREAS, GFRCO Inc. is a licensed General Engineering Contractor Class A with a current and active License No. 291013; and

WHEREAS, the Contractor that is awarded the contract and its subcontractors are required to pay prevailing wages to persons employed by them for work under this contract; and

WHEREAS, sufficient Sewer Facility Replacement funds are available in the CIP Project No. SW263 to complete the project; and

WHEREAS, a breakdown of construction costs is as follows:

FUNDS REQUIRED FOR CONSTRUCTION CONTRACT		
A.	Base Contract Amount	\$674,500
B.	Contract Contingencies	\$101,175
C.	Construction Inspection Staff Costs	\$65,000
D.	Design/Survey/Monument Preservation	\$50,000
TOTAL FUNDS REQUIRED FOR CONSTRUCTION CONTRACT		\$890,675

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Chula Vista, that it accept bids and awards the contract for the "Industrial Boulevard Sewer Improvement Project, between Main Street and Anita Street (SW263)" project to GRFO Inc. in the amount of \$674,500,

BE IT FURTHER RESOLVED that the City Council of the City of Chula Vista does hereby waive Council Policy No. 574-01 and authorize the expenditure of all available contingency funds in an amount not to exceed \$101,175.

Presented by

Approved as to form by

Richard A. Hopkins
Director of Public Works

Glen R. Googins
City Attorney