

RESOLUTION NO. _____

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CHULA VISTA ACCEPTING BIDS; WAIVING MINOR BID IRREGULARITIES; AWARDING A CONTRACT FOR THE “MANHOLE REHABILITATION PROGRAM, FISCAL YEAR 2015/2016 (CIP# SW297)” PROJECT TO SANCON ENGINEERING, INC. IN THE AMOUNT OF \$226,067.07; APPROPRIATING \$130,000 FROM THE AVAILABLE BALANCE OF THE SEWER FACILITY REPLACEMENT FUND TO CAPITAL IMPROVEMENT PROJECT SW297; WAIVING CITY COUNCIL POLICY NO. 574-01; AND AUTHORIZING THE DIRECTOR OF PUBLIC WORKS TO EXECUTE ALL CHANGE ORDERS

WHEREAS, the purpose of the project is to rehabilitation the City’s sewer system by installing epoxy liners in existing sewer manholes, removing and replacing sewer manholes, and by lining existing sewer main pipes; and

WHEREAS, the Director of Development Services 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 Categorical Exemption pursuant to Section 15301 (Existing Facilities) of the State CEQA Guidelines. Thus, no further environmental review is required; and

WHEREAS, On April 5, 2017, the Director of Public Works received two (2) sealed bids for the “Manhole Rehabilitation Program, Fiscal Year 2015/16 (CIP No. SW297)” project at various locations; and

WHEREAS, the following bids were received:

	CONTRACTOR	BASE BID AMOUNT
1	Sancon Engineering, Inc. – Huntington Beach, CA	\$226,068.57*
2	SoCal Pacific Construction Corp. dba National Coating & Lining Co. – Murrieta, CA	\$345,582.00

WHEREAS, the lowest bid contained minor bid irregularities, in that a signed Affidavit form was not incorporated into the bid submittal and the bid contained a minor mathematical error; and

WHEREAS, though the Affidavit was not included, staff determined that this irregularity was minor, as the bidder submitted the form a few days after bids were opened and demonstrated that the form was signed with the original bid as evidenced under the official seal of a California Notary Public; and

WHEREAS, the minor mathematical error did not change the outcome and ranking order of the bids: and

WHEREAS, Sancon Engineering, Inc. is currently an active licensed Class “A”, General Engineering Contractor (License No. 731797) and has performed similar work in the region with satisfactory performance; and

WHEREAS, all companies associated with this contract are registered as public works contractors with the California Department of Industrial Relations (DIR); and

WHEREAS, in accordance with the provisions of Section 1773 of the Labor Code of the State of California, the contractor and its subcontractors are required by bid specifications to pay prevailing wages to persons employed by them for work under this contract; and

WHEREAS, in the City Council Policy No. 574-01, the maximum aggregated contract increase that may be approved by the Director of Public Works for the SW297 project is \$18,824; and

WHEREAS, approval of the resolution would increase the Director of Public Works authority to approve change orders, without City Council approval as necessary, up to contingency amount of \$34,000 (approximately 15% of the contract); and

WHEREAS, the breakdown of construction costs are as follows:

FUNDS REQUIRED FOR CONSTRUCTION	
A. Contract Amount	\$226,067.07
B. Contingency (Approximately 15% of contract)	\$34,000.00
C. Construction Inspection	\$34,000.00
D. Material Testing	\$14,301.93
TOTAL FUNDS REQUIRED FOR CONSTRUCTION	\$308,369.00

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Chula Vista, that it does hereby accept bids, waive minor bid irregularities, and award a contract for the “Manhole Rehabilitation Program, Fiscal Year 2015/16 (CIP No. SW297)” project to Sancon Engineering, Inc. in the amount of \$226,067.07; and appropriate \$130,000 from the Sewer Facility Replacement Fund to CIP SW297; and

BE IT FURTHER RESOLVED by the City Council of the City of Chula Vista, that City Council Policy 574-01 is waived and the expenditure of all contingency funds be authorized in an amount not to exceed \$34,000.

Presented by

Approved as to form by

Richard A. Hopkins
Director of Public Works

Glen R. Googins
City Attorney