RESOLUTION NO. 2016-____

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CHULA VISTA ACCEPTING BIDS; REJECTING THE BID OF THE FIRST APPARENT LOW BIDDER, PIPERIN CORPORATION, AS NON-RESPONSIVE; AWARDING A CONTRACT FOR THE "SEWER REHABILITATION PROJECT, FY 2012/2013 AT VARIOUS LOCATIONS (CIP# SW276)" PROJECT TO SOUTHWEST PIPELINE AND TRENCHLESS CORP. IN THE AMOUNT OF \$508,450; 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 rehabilitate the City's sewer system by lining existing sewer main pipes, spot repairs of sewer main pipes, and manhole rehabilitation; 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 "Sewer Rehabilitation Project, FY 2012/2013 at Various Locations (CIP# SW276)" project qualifies for a Class 1 categorical exemption pursuant to Section 15301 (Existing Facilities). Thus, no further environmental review is necessary; and

WHEREAS, On October 30, 2015, the Director of Public Works received four (4) sealed bids for the "Sewer Rehabilitation Project, FY 2012/2013 at Various Locations (CIP# SW276)"; and

	CONTRACTOR	BASE BID TOTAL
1	Piperin Corporation - Vista, Ca	\$497,850
2	Southwest Pipeline and Trenchless Corp. – Torrance, Ca	\$508,450
3	Palm Engineering – San Diego, Ca	\$595,550
4	Weir Construction – Escondido, Ca	\$660,915

WHEREAS, the following bids were received:

WHEREAS, The apparent low bid by Piperin Corporation was deemed non-responsive based a listed subcontractor, Ace Pipeline, not meeting experience requirements as described in the contract documents for their associated lines of work; and

WHEREAS, Southwest Pipeline and Trenchless Corp. is a currently an active licensed Class "A", General Engineering Contractor (License No. 773862) and has performed similar work in the City 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 SW276 project is \$38,591.50; and

WHEREAS, approval of the resolution would increase the Director of Public Works authority to approve change orders as necessary, without further City Council approval, in an amount not to exceed the contingency amount of \$76,270 (approximately 15% of the contract); and

WHEREAS, a breakdown of construction costs are as follows:

FUNDS REQUIRED FOR CONSTRUCTION	
A. Contract Amount	\$508 <i>,</i> 450
B. Contingency (Approximately 15% of contract)	\$76,270
C. Construction Inspection Staff Cost	\$110,000
TOTAL FUNDS REQUIRED FOR CONSTRUCTION	\$694,720

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Chula Vista, that it does hereby accept bids and award a contract for the "Sewer Rehabilitation Project, FY 2012/2013 at Various Locations (CIP# SW276)" project to Southwest Pipeline and Trenchless Corp. in the amount of \$508,450;

NOW, THEREFORE, BE IT FURTHER RESOLVED by the City Council of the City of Chula Vista, that it does waive City Council Policy 574-01 and authorize the expenditure of all contingency funds in an amount not to exceed \$76,270.

Presented by

Approved as to form by

Richard A. Hopkins Director of Public Works Glen R. Googins City Attorney