

COUNCIL AGENDA: SEPTEMBER 16, 2014

SUBJECT: AWARD OF CONTRACT – ISLAND ANNEXATION SEWER PROJECT  
(AREA 459A AND 459C)

SOURCE: Public Works Department - Engineering Division

COMMENT: On August 27, 2014, staff received four (4) bids for the Island Annexation Sewer Project - Area 459A and 459C. Area's 459A and 459C are generally bounded by the Porter Slough on the north, Walch Street on the east, Westwood Street on the west and Putnam Avenue on the south. Area 459C is the residences on each side of Belmont Street between Henderson Avenue and Mulberry Avenue.

The proposed project includes 13,330 lineal feet (2.52 miles) of 8" and 6" diameter sewer mains, 30 sewer manholes and 367 sewer laterals. Construction sequencing will be essential throughout the project, and specified as such, so as to maintain access and minimize the inconvenience within the neighborhoods affected by this project.

The Engineer's estimate of probable cost is \$1,716,694.80. The low bid received from Steve Dovali Construction in the amount of \$1,155,064 is 32.7% below the Engineer's estimate. An additional \$115,506.4 is necessary for the construction contingency (10%). It is anticipated that an additional \$57,753.2 will be needed for construction management, quality control and inspection services (5%) for a total estimated project cost of \$1,328,323.60.

Refinancing of the Sewer Revenue Bonds, better known to staff as Certificate of Participation (COP) funds, is the mechanism for funding this project and subsequent project areas. The stated funding source was approved in the 2014/2015 Annual Budget.

The bids are as follows:

	<u>Contractor</u>	<u>Amount</u>
1.	Steve Dovali Construction Fresno, CA	\$1,155,064
2.	Todd Companies Visalia, CA	\$1,675,369
3.	Grizzly Construction Fresno, CA	\$2,083,343

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Item No. 2

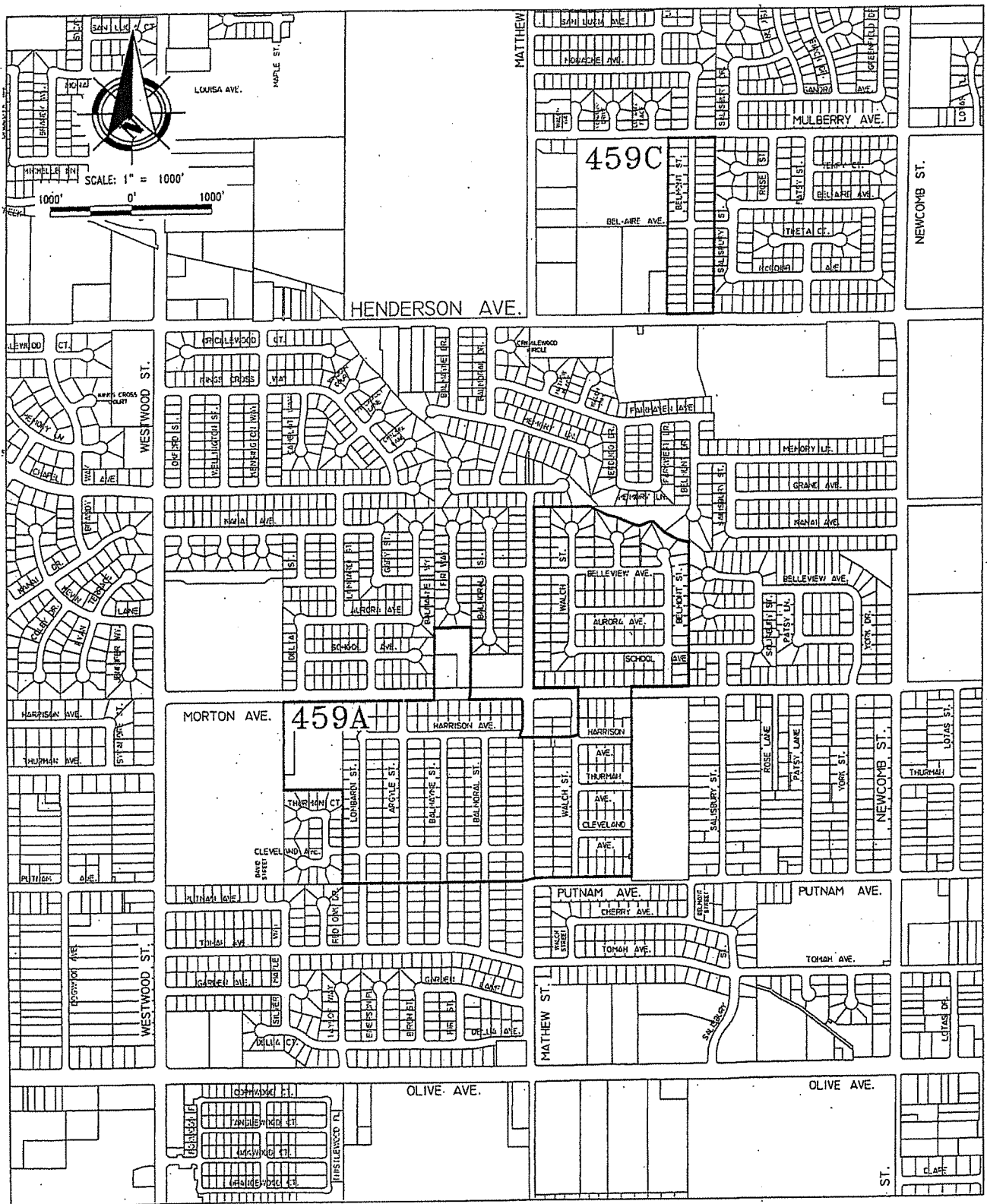
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| 4. | HPS Mechanical<br>Bakersfield, CA | \$2,140,620 |
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Staff has found the low bid acceptable.

RECOMMENDATION: That City Council:

1. Award the Island Annexation Sewer Project, Area 459A and 459C, to Steve Dovali Construction, in the amount of \$1,155,064;
2. Authorize progress payments up to 95% of the contract amount;
3. Authorize a 10% contingency to cover unforeseen construction costs; and
4. Authorize 5% for construction management, quality control and inspection.

ATTACHMENT: Locator Map



 PROJECT BOUNDARIES

ISLAND ANNEX. 459A & 459C