



REPORT TO COUNCIL

City of Sacramento

915 I Street, Sacramento, CA 95814-2604
www.CityofSacramento.org

Consent
March 20, 2007

**Honorable Mayor and
Members of the City Council**

Title: Rejection of Bid for the Sump 26 Electrical Improvements Project (PN: WN11).

Location/Council District: Sump 26 is located at 5711 Freeport Boulevard within Council District 5 (see project location map at Attachment 2).

Recommendation: Adopt a **Resolution** rejecting the single bid received for the Sump 26 Electrical Improvements Project (PN: WN11).

Contact: David L. Brent, Engineering Manager, 808-1260, Dave Hansen, Supervising Engineer, 808-1421.

Presenters: Not applicable

Department: Department of Utilities

Division: Engineering Services

Organization No: 3332

Description/Analysis

Issue: The City received only one bid for this project, which exceeded the engineer's estimate. The bid amount also exceeds the project budget. City staff recommends rejection of this bid, so that materials and designs that reduce construction costs can be explored and then the project can be rebid at a lower cost.


Policy Considerations: This action is consistent with Chapter 3.60 of the City Code concerning the rejection of bids.

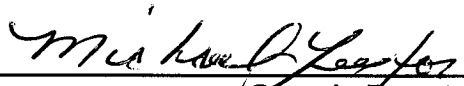
Environmental Considerations: The Planning Services Division, Environmental Section, has reviewed the project and has determined that this project is exempt from CEQA under Sections 15301(a), 15301(d), and 15302(c) of the CEQA Guidelines.

Rationale for Recommendation: Rejecting this bid will allow the project to be rebid. Staff will provide additional notice regarding the second request for bids, to increase the likelihood of receiving multiple bids. This serves the public interest because it is anticipated that this will foster a more competitive bid process that is likely to result in the receipt of lower bid amounts.

Financial Considerations: Redesigning and rebidding will increase the likelihood that future bids will come in closer to the engineer's estimate and that sufficient funding will be available to award the contract.

Emerging Small Business Development (ESBD): This project included participation goals of 20% for emerging and small business enterprises as required by Ordinance 99-007 and Resolution 99-055, relating to ESBD participation goals and policies, adopted by the City Council on February 9, 1999.

Respectfully Submitted by: 
David L. Brent
Engineering Manager

Approved by: 
Gary A. Reents
Director of Utilities

Recommendation Approved:



for Ray Kerridge
City Manager

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Attachment 1**Background****Reject Bid for the Sump 26 Electrical Improvements Project (PN: WN11)**

Sump 26 is a storm drainage pump station operated by the City of Sacramento that conveys storm water runoff from Basin 26 into the Sacramento Drainage Canal or Sump 104. This facility was originally built in 1957 and is located at 5711 Freeport Boulevard. See location map at Attachment 2. Due to its age the electrical equipment is difficult to maintain and replacement parts are no longer available.

This facility will be outfitted with new electrical switchgear and motor control centers which will improve the operation of the facility. A building will be installed to house the new electrical equipment which will help protect the new switchgear. In addition, various civil improvements will be made to the facility such as new paving and fencing. The new facility will be more reliable and require less maintenance.

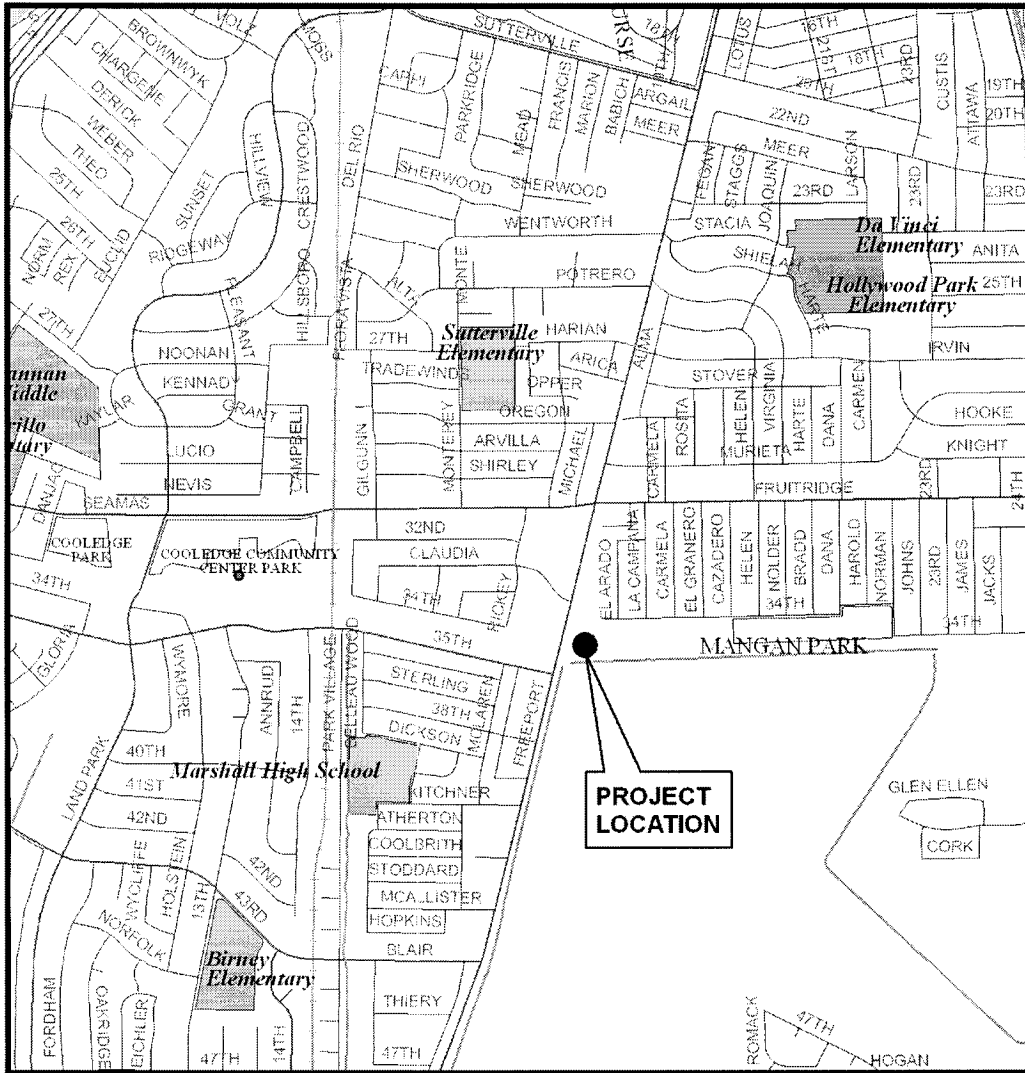
Only one bid was opened by the City Clerk on February 21, 2007, and is summarized below:

Contractor	Bid Amount
Interstate Construction Inc.	\$348,038.76

- The engineer's estimate was \$300,000.

ATTACHMENT 2

SUMP 26 ELECTRICAL IMPROVEMENTS (PN: WN11)



File S:\Eng\Proj\Documents\GIS\City\Maps_Gis\WN11_SUMP_26_ELECTRICAL_IMPROVEMENTS.mxd

Map Prepared By
City of Sacramento
Department of Utilities



RESOLUTION NO.

Adopted by the Sacramento City Council

**REJECTION OF BID FOR THE SUMP 26
ELECTRICAL IMPROVEMENTS PROJECT (PN: WN11)**

BACKGROUND

- A. Sump 26 is a storm drainage pump station operated by the City of Sacramento that conveys drainage from Basin 26 into the Sacramento Drainage Canal or Sump 104.
- B. The Sump 26 Improvements project was advertised for bidding and only one bid was received on February 21, 2007.
- C. The bid received exceeded the engineer's estimate and the project budget.
- D. Rejecting this bid will allow the project to be rebid. Staff will provide additional notice regarding the second request for bids, to increase the likelihood of receiving multiple bids and increase the likelihood of future bids coming in closer to the engineer's estimate.

**BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL
RESOLVES AS FOLLOWS:**

- Section 1. The bid received on February 21, 2007 for the Sump 26 Electrical Improvements Project (PN: WN11) is rejected so that the project may be readvertised.