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DEPARTMENT OF
UTILITIES

ENGINEERING SERVICES

CITY OF SACRAMENTO
CALIFORNIA

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March 15, 1994

City Council
Sacramento, California

Honorable Members in Session:

SUBJECT: FIRE HYDRANT REPLACEMENT PROJECT (PN: ZD51) - CONTRACT AWARD TO SPINELLA HEER CONSTRUCTION IN THE AMOUNT OF \$67,850

LOCATION AND COUNCIL DISTRICT:

This project is located within the area bounded by G Street, P Street, 22nd Street, and Business 80 (District 3).

RECOMMENDATION:

It is recommended that City Council accept the low bid of Spinella Heer Construction in the amount of \$67,850, and award the contract.

CONTACT PERSON: Terry Paxton, Supervising Engineer, 433-6619

FOR COUNCIL MEETING OF: March 29, 1994

SUMMARY

On January 25, 1994, Council approved the plans and specifications for this project and authorized advertising for bids. Bids were received from nine contractors and opened by the City Clerk on February 23, 1994. Spinella Heer Construction is the low bidder at \$67,850.

COMMITTEE/COMMISSION ACTION

None.



BACKGROUND INFORMATION

There are approximately six hundred fifty (650) obsolete and/or substandard fire hydrants in the downtown area bounded by Broadway, "A" Street, Front Street, and Alhambra Boulevard. The Fire Hydrant Replacement Project (PN: ZD51) is an ongoing project to replace a portion of these hydrants each year. This project involves the replacement of twenty-five (25) existing substandard obsolete fire hydrants in a developed area, specifically bounded by G Street, P Street, 22nd Street, and Business 80.

Based on review by the Department of Utilities staff, all bids met submission requirements. The bids received were:

● Spinella Heer Construction	\$67,850
● Ksenco Construction, Inc.	\$74,900
● Navajo Pipelines	\$77,396
● Environmental Construction	\$79,800
● Harvey's Excavating & Hauling, Inc.	\$91,962
● Richard Cox Construction, Inc.	\$98,700
● Marv Yadon Construction	\$102,000
● Sierra National Construction, Inc.	\$116,400
● Pfister Excavating, Inc.	\$129,925

The engineer's estimated construction cost was \$70,000. The estimated project completion date is June 17, 1994. The contractor is a woman-owned business enterprise and will be using four minority business enterprises, totaling \$57,670 (85%) of the contract.

ENVIRONMENTAL DETERMINATION

The Environmental Services Division has determined that this project is categorically exempt pursuant to Sections 15061(3) and 15301(B) of the California Environmental Quality Act Guidelines.

FINANCIAL CONSIDERATIONS

Sufficient funds are available for this project. The estimated total project cost, including all planning, design and construction costs, is \$84,000. The current budget is \$190,500, which was approved in the Capital Improvement Program from the Water Fund Capital Improvement Program. The unobligated balance available for this project (413-500-ZD51) is \$119,291, as of March 7, 1994.

POLICY CONSIDERATION

This action is consistent with Chapter 58, Article III, Section 58.304 of the City Code concerning award of contracts.

MBE/WBE

This project included participation goals of 10.57% MBE and 9.5% WBE as required by Resolution No. 93-619, relating to MBE/WBE participation goals and policies, adopted by the City Council on November 2, 1993. Award of the project is contingent upon the responsive low bidder either meeting this project MBE/WBE participation goals or making documented good faith efforts towards meeting the project goals.

There were twenty-four planholders for this project, two of which were WBEs. There were no MBE planholders. Nine bids were received for this project. Two WBEs submitted bids, and no MBEs submitted bids. The low bidder, Spinella Heer Construction, exceeded the MBE/WBE goals set for the project with an achieved participation of 31% MBE and 54% WBE. The low bidder's MBE/WBE participation listed in their bid was verified by staff.

The MBE/WBE participation achieved by all bidders as identified in their bids is listed in the following table:

Project goals:

MBE: 10.5%
 WBE: 9.5%

Contractor	MBE/WBE Status	Bid Amount	MBE		WBE		Good Faith Efforts
			\$	%	\$	%	
Spinella Heer Construction	WBE	\$67,850.00	\$31,600	31%	\$36,090	54%	Yes
Ksenco Construction, Inc		\$74,900.00	-0-		-0-		No
Navajo Pipelines	WBE	\$77,396.00	\$13,779	18%	\$77,396	82%(?)	N/A

Plans and specifications were sent to seven (7) plan rooms and construction services organizations for publication and use by the construction industry of Northern California. There are four (4) organizations on the distribution list that are directly involved with outreach to MBE/WBE contractors.

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Other outreach efforts to MBE/WBEs for this project included:

- Advertisement of the project on the City of Sacramento Construction Project Bid Line (916) 392-4758.
- Free access to review the project plans and specifications at the City of Sacramento Planroom at Engineering Division offices at 927 10th Street.
- Provide notice of this project to three (3) minority chambers of commerce and three (3) minority and women community organizations directly involved with outreach to MBE/WBEs.

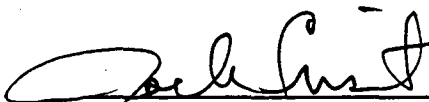
Respectfully submitted,



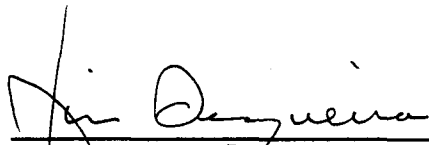
Gary A. Reents
Acting Engineering Services Manager

RECOMMENDATION APPROVED:

APPROVED:



WILLIAM H. EDGAR
City Manager



JAMES G. SEQUEIRA
Director

