



REPORT TO COUNCIL

City of Sacramento

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915 I Street, Sacramento, CA 95814-2671
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CONSENT
February 28, 2006

Honorable Mayor and
Members of the City Council

Subject: Award Construction Contract: McKinley Boulevard Sewer Construction
(PN: XN28)

Location/Council District: The McKinley Boulevard Sewer Construction project is located within Council District 3 (see enclosed map).

Recommendation:

Staff recommends that the City Council adopt the attached resolution to amend the FY2005-06 Sewer Capital Improvement Program and accept the lowest responsive bid from Mountain Cascade, Inc. for an amount not to exceed \$2,461,128 and award the construction contract.

Contact: David Brent, Engineering Manager, 808-1420; Rick Batha, Supervising Engineer, 808-1448

Presenters: N/A

Department: Department of Utilities

Division: Engineering Services

Organization No: 3332

Summary:

Bids were received from four contractors and opened by the City Clerk on January 18, 2006. Mountain Cascade, Inc. was the lowest responsive bidder with a bid of \$2,461,128.

Committee/Commission Action:

None.

Background Information:

This project was created to relocate an existing combined sewer pipeline that is currently located under several houses without an easement and causing access challenges to City maintenance staff and problems to homeowners. Staff evaluated the pipeline and determined that it has deteriorated and replacement is necessary, consistent with the criteria set forth in the Department of Utilities' (DOU) Infrastructure Replacement and Management Program. Therefore, Utilities has set up the subject project to abandon the existing main and reconstruct it in nearby McKinley Boulevard and Park Way.

This project consists of abandoning 11 blocks of existing 33 to 39-inch sewer main and constructing approximately 6200 feet of pipeline varying in diameter from 36 to 6 inches. The project also includes replacing connecting manholes and active sewer services.

This project was advertised and four bids were received and opened on January 18, 2006. The bids are summarized below:

Contractor	Bid Amount
Mountain Cascade, Inc	\$2,461,128
A. T. & E., Inc.	\$2,656,505
McGuire and Hester	\$2,699,005
Nordic Industries	\$3,043,195

- Staff recommends contract award to Mountain Cascade, Inc., which exceeded the ESBE goals.
- The Engineer's Estimate was \$2,270,000.

Financial Considerations:

The Mountain Cascade construction contract is for an amount not to exceed \$2,461,128. The total project cost is estimated to be \$2,720,000. The current project budget is \$2,220,000, which is insufficient to complete the project. Therefore, staff recommends that the FY2005-06 Sewer Capital Improvement Program be amended to appropriate \$500,000 to the McKinley Boulevard Sewer Construction Project (PN: XN28, Funds 414) from the Sewer Fund Contingency Reserve (PN: 7012, Fund 414) in the amount of \$500,000.

Environmental Considerations:

The City's Environmental Planning Services Division, has reviewed the project and has determined that this project is exempt from CEQA under Section 15303(d) of the CEQA Guidelines. A notice of categorical exemption will be filed with the County Clerk after City Council award of the project.


Policy Considerations:

This action is in conformance with City Code Section, 3.60 Articles I and III, which provides that the City Council may award competitively bid contracts to the lowest responsible bidder.

This report's recommendation is consistent with the City's Strategic Plan goals of improving and expanding public safety.

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. The responsive low bidder, Mountain Cascade, exceeded the ESBE goals with a participation level of 22.33%.

Respectfully Submitted by: 
David L. Brent
Engineering Manager

Approved by: 
Gary A. Reents
Director of Utilities

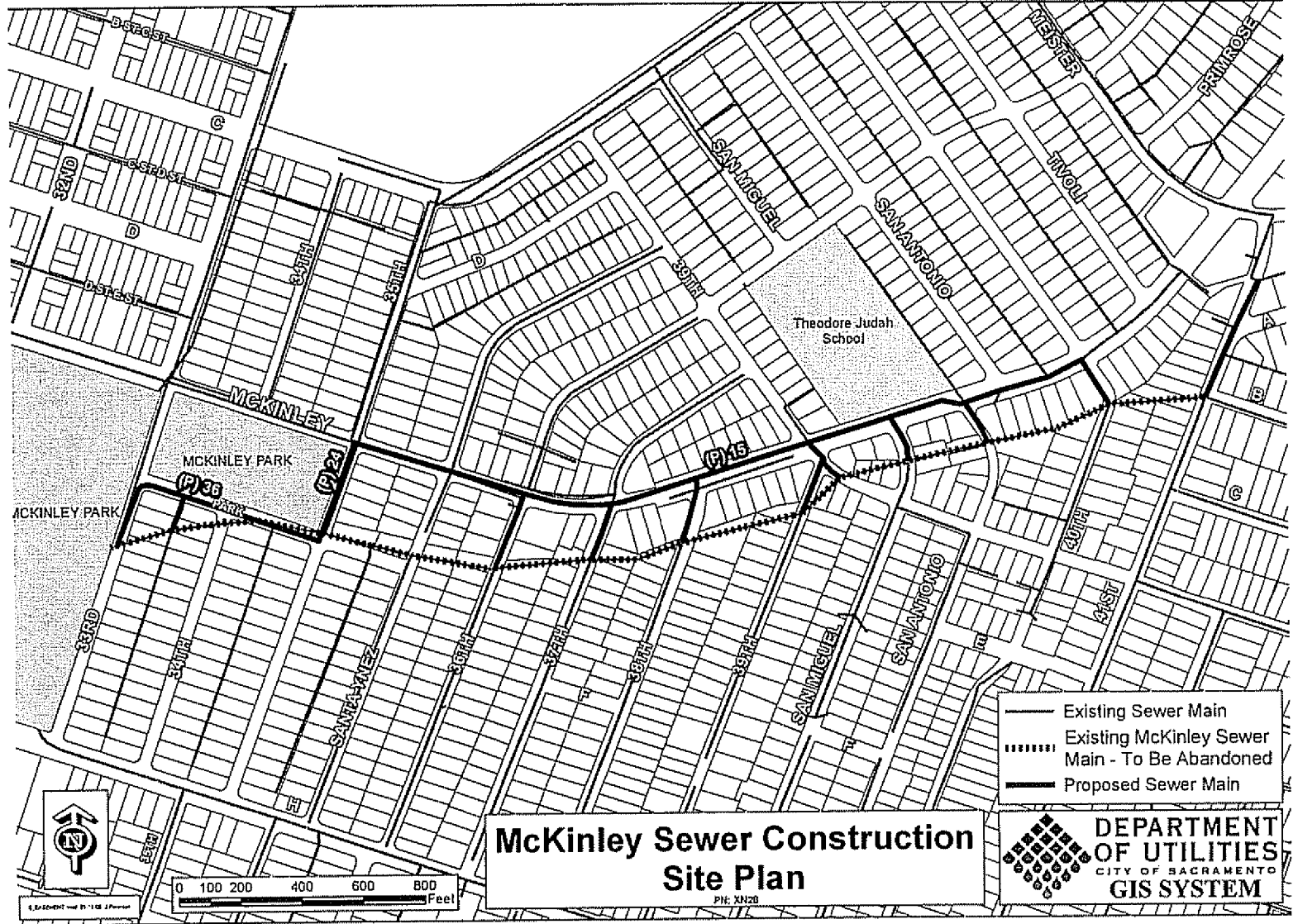
Recommendation Approved:


Ray Kerridge
Interim City Manager

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ATTACHMENT 1 LOCATION MAP



RESOLUTION NO.

Adopted by the Sacramento City Council

**EXECUTE A CONSTRUCTION CONTRACT WITH MOUNTAIN CASCADE, INC.
FOR THE MCKINLEY BOULEVARD SEWER CONSTRUCTION PROJECT
(PN: XN28)**

BACKGROUND

- A. The McKinley main was constructed in the early 1910's. In time, homes were built over the main. As the sewer ages and the structural integrity comes into question, lack of accessibility for repairs makes this trunk main replacement critical. Therefore, in order to protect public health and safety, City Council approved the McKinley Boulevard Sewer Construction project (PN: XN28) in fiscal year 2005.
- B. City staff has prepared plans and specifications to replace this portion of the combined system with a new main, manholes, sewer services, and drain inlets to improve drainage and safety. The project was advertised for bidding and bids were received on January 18, 2006.

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

- Section 1. The FY2005-06 Sewer Capital Improvement Program is hereby amended to appropriate \$500,000 to the McKinley Sewer Construction Project (PN: XN28, Funds 414) from the Sewer Fund Contingency Reserve (PN: 7012, Fund 414).
- Section 2. The City Manager is authorized to sign and execute a construction contract with Mountain Cascade, Inc for the McKinley Boulevard Sewer Construction project (PN: XN28) for an amount not to exceed \$2,461,128.