



## City of Colusa California

### STAFF REPORT

**DATE:** June 4, 2024

**TO:** Mayor and Members of Council

**FROM:** David Swartz, City Engineer, and Jesse Cain, City Manager

**AGENDA ITEM:** Bid Award – “WATER CONSOLIDATION WALNUT RANCH COMMUNITY FACILITIES PROJECT” STATE PROJECT NUMBER C-06-8421-110

**Recommendation:** Approve Resolution 24-\_\_\_\_\_ - and authorize City Manager to Execute a Contract with R&R Horn for an amount of \$2,846,400

#### BACKGROUND ANALYSIS:

This project dates back to 2014 when the water source supply (wells), located within the Walnut Ranch Subdivision failed to pass drinking water standards due to exceedance of maximum contaminate levels of arsenic. At that time the water system was owned and operated by Del Oro Water Company Inc.

As a result of the failed wells, the City supplied an emergency water supply connection to the subdivision.

The residents put together their own coalition and petitioned the City for annexation into the City limits, and requested the City take over ownership, operations and maintenance of the water system.

The system contained asbestos piping, and did not meet city minimum standards for sizing, so as a condition of assuming ownership the residents paid for a grant application to replace the system and bring it up to city standard.

Once the original grant application for the Water System was received, the State Water Board Staff conducted an analysis of the project and suggested the City amend its application to include the installation of a new sewer system and abandonment of the septic system, which were/are failing. City staff amended the funding application and was successful in procuring a second forgivable loan to fund the installation of a new sewer system in the Walnut Ranch Subdivision.

More than a decade later, the subdivision has been annexed, and funds received via a planning grant to provide for the environmental, and engineering of a replacement system. The last remaining action item is to construct a new water system. The city has worked closely over the past 6 years to achieve the funds which are in the form of a forgivable loan to install a new sewer system and abandon the existing septic systems.

The City Received permission to bid both projects as a combine construction and installation project as this made more sense logistically to have a single bid and single contractor perform the whole project rather than separate two projects.

The City received four bids based on competitive bidding an procurement procedures for this work, with the lowest responsive bidder being R&R Horn.

The construction budget estimate approved by the State for this project was 3,146,480.

**BUDGET IMPACT:** no impact to the city budget

**STAFF RECOMMENDATION:** Approve Resolution No. 24- and authorize the City Manager to execute a contract with R&R Horn in an amount of \$2,846,400 for the installation of a new water system for the Walnut Ranch Project.

**ATTACHMENT:** Bid Analysis Summary and Resolution