



# Folsom City Council Staff Report

<b>MEETING DATE:</b>	3/28/2023
<b>AGENDA SECTION:</b>	Consent Calendar
<b>SUBJECT:</b>	Resolution No. 11006 - A Resolution Authorizing the City Manager to Execute an Agreement with McGuire and Hester for the Construction of the Greenback Sewer and Lift Station No. 3 Project and Appropriation of Funds
<b>FROM:</b>	Environmental and Water Resources Department

## **RECOMMENDATION / CITY COUNCIL ACTION**

The Environmental and Water Resources Department recommends the City Council pass and adopt Resolution No. 11006 - A Resolution Authorizing the City Manager to Execute an Agreement with McGuire and Hester for the Construction of the Greenback Sewer and Lift Station No. 3 Project and Appropriation of Funds.

## **BACKGROUND / ISSUE**

The Environmental and Water Resources (EWR) Department identifies sewer infrastructure rehabilitation and replacement projects through sewer master plans and ongoing sewer condition assessment programs. As a condition of the City's State permit for its wastewater collection system, the EWR Department is required to perform ongoing condition assessments on the wastewater system and correct any defects/deficiencies identified through this process. Through these efforts, City staff identified the Greenback Sewer and Lift Station as needing rehabilitation or replacement.

This project involves the decommissioning of the existing, active Pump Station 3, installing a flow diversion structure, and other miscellaneous sewer system modifications. By modifying the existing sewer infrastructure and installing the flow diversion structure, the small volume of flow that is sent to Pump Station 3 can be diverted to Pump Station 2 which will allow Pump Station 2 to run more efficiently. For potential emergency and operational purposes, the City

will purchase and install a new trailer mounted portable bypass pump at the Pump Station 3 facility. The portable bypass pump and existing ancillary equipment associated with Pump Station 3 will serve as a backup to Pump Station 2 in the event that Pump Station 2 needs to be taken out of service. This will allow the city to save the costs of rehabilitating the existing Pump Station 3 while increasing efficiency of Pump Station 2 and increasing the sewer systems operational flexibility.

This resolution will authorize the City Manager to execute an agreement with McGuire and Hester for the construction of the Greenback Sewer and Lift Station No. 3 Project in the amount of \$2,595,790, and the budget for this agreement to include a 10% contingency in the amount of \$259,579 and Appropriation of Funds.

**POLICY / RULE**

In accordance with Chapter 2.36 of the Folsom Municipal Code, supplies, equipment, services, and construction with a value of \$70,952 or greater shall be awarded by City Council.

**ANALYSIS**

The City completed plans and specifications for the Greenback Sewer and Lift Station No. 3 Project and publicly advertised for bids on January 23, 2023. In addition, the City provided these documents to www.ciplist.com which is also picked up by several area builders' exchanges and the City of Folsom's website. The Environmental and Water Resources Department received the following bid on March 3, 2023, for construction of the Greenback Sewer and Lift Station No. 3 Project:

Contractor	Bid Amount
McGuire and Hester	\$2,595,790

Staff has reviewed the bid submitted and has determined that McGuire and Hester is the lowest responsible and responsive bidder who meets the requirements and specifications set forth in the invitation for bids.

**FISCAL IMPACT**

The EWR Department recommends that the contract be awarded to the lowest responsible, responsive bidder, McGuire and Hester for \$2,595,790 with the project budgeted for this agreement in the amount of \$2,855,369 which will include a 10% contingency in the amount of \$259,579.

Approximate project costs to date include design, construction administration services, construction management and inspection services, legal advertising, and easement valuation and acquisition, and total approximately \$1,199,452.08 The Greenback Sewer and Lift Station No. 3 Project was included in the FY 2022-23 Capital Improvement Plan with a total project budget of \$2,724,674. Therefore, an additional appropriation will be needed for construction

costs, and staff is requesting an appropriation of \$1,330,147 in the Sewer Operating Fund (Fund 530) for a total project budget of \$4,054,821. Funds are available in Fund 530 for this additional appropriation.

**ENVIRONMENTAL REVIEW**

This project is replacement and/or improvement of existing infrastructure with negligible or no expansion of use and therefore is categorically exempt from environmental review under the California Environmental Quality Act as noted in Title 14 – California Code of Regulations, Chapter 3 – Guidelines for Implementation of the California Environmental Quality Act, Article 19 – Categorical Exemptions, Sections 15301 (Existing Facilities), 15302 (Replacement or Reconstruction), and/or 15304 (Minor Alterations to Land).

**ATTACHMENT**

Resolution No. 11006 - A Resolution Authorizing the City Manager to Execute an Agreement with McGuire and Hester for the Construction of the Greenback Sewer and Lift Station No. 3 Project and Appropriation of Funds

Submitted,

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Marcus Yasutake, Director  
ENVIRONMENTAL AND WATER RESOURCES DEPARTMENT

**RESOLUTION NO. 11006**

**A RESOLUTION AUTHORIZING THE CITY MANAGER TO EXECUTE AN AGREEMENT WITH MCGUIRE AND HESTER FOR THE CONSTRUCTION OF THE GREENBACK SEWER AND LIFT STATION NO. 3 PROJECT AND APPROPRIATION OF FUNDS**

**WHEREAS**, the City is currently implementing its Sewer System Management Plan (SSMP) which consists of condition assessment, as well as operation and system improvements; and

**WHEREAS**, the City has identified this project as a priority to maintain integrity and operation of the sanitary sewer collection system; and

**WHEREAS**, the project is categorically exempt from environmental review under the California Environmental Quality Act; and

**WHEREAS**, plans and specifications were prepared for this work and publicly advertised for bids on January 23, 2023; and

**WHEREAS**, McGuire and Hester was the lowest responsible and responsive bidder, with an amount of \$2,595,790; and

**WHEREAS**, this project was included in the FY 2022-23 Capital Improvement Plan with a project budget of \$2,724,674, staff is now projecting the total project costs will be \$4,054,821; and

**WHEREAS**, an additional appropriation of funds in the amount of \$1,330,147 is needed for a revised project budget of \$4,054,821 and sufficient funds are available in the Sewer Operating Fund (Fund 530) for this additional appropriation; and

**WHEREAS**, the agreement will be in a form acceptable to the City Attorney:

**NOW, THEREFORE, BE IT RESOLVED** that the City Council of the City of Folsom authorizes the City Manager to execute an agreement with McGuire and Hester for the construction of the Greenback Sewer and Lift Station No. 3 Project for a not-to-exceed amount of \$2,595,790 with the budgeted amount to include a 10% contingency of \$259,579 for a total of \$2,855,369; and

**BE IT FURTHER RESOLVED** that the Finance Director is authorized to appropriate \$1,330,147 for this agreement. The appropriation will be from the Sewer Operating Fund (Fund 530) fund balance in the amount of \$1,330,147.

**PASSED AND ADOPTED** this 28<sup>th</sup> day of March 2023, by the following roll-call vote:

**AYES:** Councilmember(s):

**NOES:** Councilmember(s):

**ABSENT:** Councilmember(s):

**ABSTAIN:** Councilmember(s):

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Rosario Rodriguez, MAYOR

ATTEST:

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Christa Freemantle, CITY CLERK

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CITY OF  
**FOLSOM**  
DISTINCTIVE BY NATURE