



Folsom City Council Staff Report

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| MEETING DATE: | 12/8/2020 |
| AGENDA SECTION: | Consent Calendar |
| SUBJECT: | Resolution No. 10568 - A Resolution Authorizing the City Manager to Execute an Agreement with Soracco, Inc. for the Construction of the Oak Avenue Pump Station Peak Wet Weather Flow Relief Project and Appropriation of Funds |
| FROM: | Environmental and Water Resources Department |

RECOMMENDATION / CITY COUNCIL ACTION

The Environmental and Water Resources Department recommends the City Council pass and adopt Resolution No. 10568 - A Resolution Authorizing the City Manager to Execute an Agreement with Soracco, Inc. for the Construction of the Oak Avenue Pump Station Peak Wet Weather Flow Relief Project and Appropriation of Funds.

BACKGROUND / ISSUE

The Environmental and Water Resources 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 Environmental and Water Resources 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 Oak Avenue Pump Station Peak Wet Weather Flow Relief Project in order to provide system redundancy, enhance the performance of the City's sewer force main and provide the City with operational flexibility during emergency conditions..

The Oak Avenue Pump Station Peak Wet Weather Flow Relief Project includes the installation of approximately 1,500 lineal feet of 12-inch sewer force main parallel to the existing force main. The project also includes the installation of plug valves, potholing to verify high points

along the City’s existing force main, replacing/relocating air release valves along the City’s existing force main as necessary and the installation of various sewer appurtenances. These improvements will help provide system redundancy, enhance the performance of the City’s sewer force main and provide the City with operational flexibility during emergency conditions.

This resolution will authorize the City Manager to execute an agreement with Soracco, Inc. for the construction of the Oak Avenue Pump Station Peak Wet Weather Flow Relief Project in the amount of \$1,382,362 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 \$62,014 or greater shall be awarded by City Council.

ANALYSIS

The City completed plans and specifications for the Oak Avenue Pump Station Peak Wet Weather Flow Relief Project and publicly advertised for bids on September 4, 2020 and September 11, 2020. In addition, the City provided these documents to www.ciplist.com which is also picked up by several area builders’ exchanges. The Environmental and Water Resources Department received the following bids on September 30, 2020 for construction of the Oak Avenue Pump Station Peak Wet Weather Flow Relief Project:

| Contractor | Bid Amount |
|-------------------------|-------------------|
| Soracco, Inc. | \$1,382,434.00 |
| McGuire and Hester | \$1,480,747.00 |
| T & S Construction | \$1,688,577.00 |
| Lund Construction | \$1,715,520.00 |
| Garney Construction | \$1,890,277.00 |
| Mountain Cascade, Inc. | \$1,915,582.00 |
| Preston Pipelines, Inc. | \$1,991,942.00 |

Staff has reviewed the bids submitted and found a discrepancy between Soracco Inc.’s unit price bid and the total bid price for bid items 7, 8A, 16, 18 and 21. The City’s General Provisions Section 2.01.A states,

“In case of a discrepancy between the total bid price for an item of work and the unit price for that item of work, the unit price will control.”

Therefore, since unit price governs, a revised bid tab sheet has been established. The total bid for the project changed from \$1,382,434.00 to \$1,382,361.60. This is a reduction in the total bid price by \$72.40. On October 7th, 2020 Soracco Inc. acknowledged and accepted the revised bid price of \$1,382,361.60.

Based on the information above City staff has determined that Soracco, Inc. is the lowest responsible and responsive bidder who meets the requirements and specifications set forth in the invitation for bids. The engineer's estimate for this project was \$1,200,000 which was \$182,361.60 lower than the lowest responsive and responsible bidder.

FISCAL IMPACT

The Environmental and Water Resources Department recommends that the contract be awarded to the lowest responsible, responsive bidder, Soracco, Inc. for \$1,382,361.60 with the project budgeted for this agreement in the amount of \$1,520,598 which will include a 10% contingency in the amount of \$138,236.

Approximate project costs to date, which include pre-design, design, and bid assistance services, construction management and inspection services total approximately \$454,290. The Oak Avenue Pump Station Peak Wet Weather Flow Relief Project was included in the FY 2020-21 Capital Improvement Plan with a total project budget of \$1,374,888. Therefore, an additional appropriation will be needed for construction costs, and staff is requesting an appropriation of \$600,000 for the total project budget of \$1,974,888. This appropriation will be in the Sewer Operating Fund (Fund 530) and funds are available for this 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. 10568 - A Resolution Authorizing the City Manager to Execute an Agreement with Soracco, Inc. for the Construction of the Oak Avenue Pump Station Peak Wet Weather Flow Relief Project and Appropriation of Funds

Submitted,

Marcus Yasutake, Director
ENVIRONMENTAL AND WATER RESOURCES DEPARTMENT

RESOLUTION NO. 10568

A RESOLUTION AUTHORIZING THE CITY MANAGER TO EXECUTE AN AGREEMENT WITH SORACCO, INC. FOR THE CONSTRUCTION OF THE OAK AVENUE PUMP STATION PEAK WET WEATHER FLOW RELIEF 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 to help address peak wet weather flows from the Oak Avenue Pump Station; 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 September 4, 2020 and September 11, 2020; and

WHEREAS, Staff reviewed the bids submitted and found a discrepancy between Soracco Inc.'s unit price bid and the total bid price for bid items 7, 8A, 16, 18 and 21. The City's General Provisions Section 2.01 states,

“In case of a discrepancy between the total bid price for an item of work and the unit price for that item of work, the unit price will control.”

Therefore, since the unit price governs, a revised bid tab sheet has been established. The total bid for the project changed from \$1,382,434.00 to \$1,382,361.60. This is a reduction in the total bid price by \$72.40. On October 7th, 2020 Soracco, Inc. acknowledged and accepted the revised bid price of \$1,382,361.60.

WHEREAS, Soracco, Inc. was the lowest responsive bidder, with an amount of \$1,382,361.60; and

WHEREAS, an appropriation in the amount of \$600,000 is needed for the project budget and sufficient funds are available in the Sewer Operating Fund (Fund 530); 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 Soracco, Inc. for the construction of the Oak Avenue Pump Station Peak Wet Weather Flow Relief Project for a not-to-exceed amount of \$1,382,362 with the budgeted amount to include a 10% contingency for a total

\$1,520,598; and

BE IT FURTHER RESOLVED that the Finance Director is authorized to appropriate \$600,000 in the Sewer Operating Fund (Fund 530) from fund balance for a total project budget of \$1,974,888.

PASSED AND ADOPTED this 8th day of December 2020, by the following roll-call vote:

AYES: Council Member(s):

NOES: Council Member(s):

ABSENT: Council Member(s):

ABSTAIN: Council Member(s):

, MAYOR

ATTEST:

Christa Freemantle, CITY CLERK

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