

AGENDA STAFF REPORT

MEETING NAME: REGULAR BOARD MEETINGS

MEETING DATE(S): MARCH 12 & 16, 2026

FROM: ERIC WECK P.E., ENGINEERING MANAGER

FOR: ACTION X DIRECTION _____ INFORMATION _____



AWARD OF CONTRACT FOR THE GQPP AD-15 AREA M-2 SEWER CONSTRUCTION AND WATER LINE REPLACEMENT PROJECT

STAFF RECOMMENDATION

Authorize the General Manager to award a contract for the construction of the GQPP AD-15 Area M-2 Sewer Construction and Water Line Replacement Project to WEKA, Inc (WEKA), the second lowest responsible and responsive bidder, in the amount of \$19,817,667.00 plus a 10% contingency of \$1,981,767.00 for a total of \$21,799,433.00 and to do all things necessary to complete the project; and augment the Capital Project Budget by \$12,345,000.

SUMMARY

MSWD solicited bids for the AD-15, Area M-2 Sewer Construction and Water Line Replacement Project and eight bids were received on January 20, 2026. The Area M-2 Sewer Construction and Water Line Replacement Project will construct over 5.6 miles of gravity sewer mains and 685 sewer laterals, abating 426 septic tanks in the process. The project will generate additional wastewater flows to be treated by the Nancy Wright Regional Wastewater Reclamation Facility. The project also includes the replacement of several ageing water lines that are in backyard easements, while also replacing all water service lines due to their history of leaks.

ANALYSIS

Staff received and publicly opened eight bids as described in greater detail on the attached Bid Review Summary (emailed Memorandum, including a full bid tabulation and bidder compliance summary. Gentry General Engineering, Inc was the lowest bidder however, their bid was deemed as ‘non-responsive’ due to not providing all bid documentation requirements. WEKA is the second lowest and responsive bidder, and WEKA’s bid proposal included all required bid documentation with a bid of \$19,817,667.00. A bid protest was filed by the second low bidder (WEKA) however there is no action needed to be taken due to the District determining that Gentry’s bid was non-responsive during the initial bid review with legal counsel.

FISCAL IMPACT & STRATEGIC PLAN IMPLEMENTATION

Presently, there is \$10,655,075 available for the Area M-2 project budget. With the construction bid and contingency equating to \$21,799,433 District staff is coordinating with the State to finalize the State’s Clean Water State Revolving Fund and Proposition 1 Grant contribution to augment the project by \$12,345,000.00. Anticipating that the State will augment the District’s budget by \$12,345,000 (which accounts for remaining construction costs, CM and Inspection, permitting costs and staff time) there will be approximately \$350,000 remaining to allow for ancillary project costs. This action is consistent with Strategic Smart Plan Goal 2.1: Ensuring excellence in Regulatory Compliance.

FINANCIAL DATA	
Cost Associated with this action:	\$21,799,433
Current FY cost:	\$500,000
Future FY cost:	\$21,299,433.00
Is it covered in current year budget:	YES <input type="checkbox"/> NO <input checked="" type="checkbox"/>
Budget adjustment needed:	YES <input checked="" type="checkbox"/> NO <input type="checkbox"/>
If yes, year needed:	FY26-27
All previous contracts including dates, amounts and board approvals are attached or have been made available.	
FUNDING SOURCES	
Source of funds:	301/State Revolving Fund
BID/Job#	11425
Current BID/Job balance	\$10,655,075
Balance remaining if approved:	\$350,000

ATTACHMENTS

- Contract Agreement
- Bid Review Summary - Recommendation (with Bid Tabulation and Bid Compliance Summary)