

**COUNTY OF SAN LUIS OBISPO BOARD OF SUPERVISORS
AGENDA ITEM TRANSMITTAL**

(1) DEPARTMENT Public Works	(2) MEETING DATE 6/18/2013	(3) CONTACT/PHONE Jeff Werst, Design Division Manager (805) 781-4480	
(4) SUBJECT Submittal of bid opening report for Water Distribution System Upgrades, County Service Area 10A, Cayucos, to award the subject contract to Andrew Brown General Engineering, Inc., the lowest responsible bidder, in the amount of \$558,421.00 and request authorization of a budget adjustment, in the amount of \$1,052,000. District 2.			
(5) RECOMMENDED ACTION In accordance with applicable State Law, it is our recommendation that your Honorable Board: <ol style="list-style-type: none"> 1. Award the subject contract to Andrew Brown General Engineering, Inc., the lowest responsible bidder, at \$558,421; 2. Authorize the Public Works Director or his designee to approve change orders for a contingency amount up to \$55,000 a final total construction amount of \$613,421; and 3. Authorize a budget adjustment, by a 4/5th's vote, in the amount of \$1,052,000 to increase the appropriation and the associated funding for this project. 			
(6) FUNDING SOURCE(S) USDA Loan	(7) CURRENT YEAR FINANCIAL IMPACT Project Cost: \$1,052,000.00	(8) ANNUAL FINANCIAL IMPACT \$0.00	(9) BUDGETED? Yes
(10) AGENDA PLACEMENT <input checked="" type="checkbox"/> Consent <input type="checkbox"/> Presentation <input type="checkbox"/> Hearing (Time Est. ___) <input type="checkbox"/> Board Business (Time Est. ___)			
(11) EXECUTED DOCUMENTS <input type="checkbox"/> Resolutions <input type="checkbox"/> Contracts <input type="checkbox"/> Ordinances <input checked="" type="checkbox"/> N/A			
(12) OUTLINE AGREEMENT REQUISITION NUMBER (OAR) 19001288		(13) BUDGET ADJUSTMENT REQUIRED? BAR ID Number: 1213165 <input checked="" type="checkbox"/> 4/5th's Vote Required <input type="checkbox"/> N/A	
(14) LOCATION MAP Attached	(15) BUSINESS IMPACT STATEMENT? No	(16) AGENDA ITEM HISTORY <input type="checkbox"/> N/A Date: 4/23/13; Item #1	
(17) ADMINISTRATIVE OFFICE REVIEW <i>Nikki J. Schmidt</i>			
(18) SUPERVISOR DISTRICT(S) District 2 -			

Reference: 13JUN18-C-6

County of San Luis Obispo



TO: Board of Supervisors
FROM: Public Works
Jeff Werst, Design Division Manager
Eric Laurie, Project Manager
VIA: Dave Flynn, Deputy Director of Public Works
DATE: 6/18/2013

SUBJECT: Submittal of bid opening report for Water Distribution System Upgrades, County Service Area 10A, Cayucos, to award the subject contract to Andrew Brown General Engineering, Inc., the lowest responsible bidder, in the amount of \$558,421.00 and request authorization of a budget adjustment, in the amount of \$1,052,000. District 2.

RECOMMENDATION

In accordance with applicable State Law, it is our recommendation that your Honorable Board:

1. Award the subject contract to Andrew Brown General Engineering, Inc., the lowest responsible bidder, at \$558,421; and
2. Authorize the Public Works Director or his designee to approve change orders for a contingency amount up to \$55,000 a final total construction amount of \$613,421; and
3. Authorize a budget adjustment, by a 4/5th's vote, in the amount of \$1,052,000 to increase the appropriation and the associated funding for this project.

DISCUSSION

In accordance with direction from your board, bids for the subject contract were opened on Thursday, May 23, 2013.

Ten bids were received. They are as follows:

Engineer's Estimate	\$608,430.00
Andrew Brown General Engineering, Inc.	\$558,421.00
Crandall Construction	589,590.00
HPS Mechanical, Inc.	667,000.00
D-Kal Engineering, Inc.	674,822.68
Raminha Construction, Inc.	686,300.00
Specialty Construction, Inc.	731,445.00
R. Baker, Inc.	768,799.00
MGE Underground	789,980.00
R. Burke Corporation	847,650.00
Whitaker Construction Group, Inc.	854,580.00

The low bid came in 8.2% below the Engineer's Estimate. We have reviewed the submittal from Andrew Brown General Engineering, Inc. and verified that they are the lowest responsive, responsible bidder.

Project Background Information

The Public Works Department has been developing an infrastructure improvement program for the upgrade of County Service Area 10A (CSA 10A) water system for the past few years. These efforts have been accomplished in conjunction with the Cayucos Citizens Advisory Committee (CCAC). Water system improvements are necessary to supply the residents of CSA 10A with flows able to meet California Fire Code fire-flow requirements. This project is the first phase of the needed improvements and consists of upsizing 3,800 linear feet of selected sections of substandard, undersized 4-inch distribution waterlines in Richard Avenue, Stuart Avenue, and Shearer Avenue, to 8-inch pipelines.

OTHER AGENCY INVOLVEMENT/IMPACT

The project is made possible with funding from a USDA Rural Development Grant and low-interest loan.

The Cayucos Citizens Advisory Committee has been involved in the development and prioritizing of the capital improvement program.

FINANCIAL CONSIDERATIONS

This project is currently in the FY 2012-13 County Service Area 10A – Cayucos Water Budget - WBS 300383. The total costs to construct this project are estimated at \$1,052,000. Funding for this project will be from a low-interest United States Department of Agriculture loan. Water rates in CSA 10A were increased in 2012 in order to repay the USDA loan.

On June 4, 2013, Your Board authorized a resolution approving Certificate of Participation financing documents. It is necessary for Your Honorable Board to authorize a budget adjustment, in the amount of \$1,052,000, by a 4/5th's vote to increase the appropriation and the associated funding for this project.

Please see Exhibit "A" for an estimated cost breakdown of the project.

RESULTS

The immediate result of the recommended action will be the construction of this project, which will upgrade the waterline infrastructure, contributing to a safe, healthy, livable, and well-governed community in Cayucos.

File: Contract No. 300383

c: Accounting Officer
Resident Engineer
Construction Engineer
Andrew Brown General Engineering, Inc., Contractor

Reference: 13JUN18-C-6

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ATTACHMENTS

1. Vicinity Map
2. Exhibit A - Project Cost Estimates