



AGENDA REPORT

Meeting Date: October 27, 2009

Item Number: F-8

To: Honorable Mayor & City Council

From: Ara Maloyan, Deputy City Engineer *AM*
Vincent Chee, Civil Engineer *VC*

Subject: APPROVAL OF THE AWARD OF A CONTRACT TO THE LOWEST RESPONSIBLE BIDDER, ATLAS ALLIED, INC., FOR THE WATER VALVE REPLACEMENTS AND FIRE HYDRANT INSTALLATIONS WITHIN THE CITY OF BEVERLY HILLS, CALIFORNIA IN THE AMOUNT OF \$358,000; APPROVAL OF THE PLANS AND SPECIFICATIONS THEREFOR; AND

APPROVAL OF THE ISSUANCE OF A PURCHASE ORDER IN THE AMOUNT OF \$393,000 TO ATLAS ALLIED, INC. FOR THE PROJECT

Attachment:

1. Agreement
2. Categorical Exemption
3. Project Location Map (2 Pages)

RECOMMENDATION

Staff recommends that the City Council move to approve the award of a contract to the lowest responsible bidder, Atlas Allied, Inc. of Anaheim for the water valve replacements and installation of fire hydrants at various locations within the City of Beverly Hills (Project) in the amount of \$358,000; approve the plans and specifications for the Project, dated August 2009, which are adopted and approved with respect to design criteria; approve a contingency in the amount of \$35,000 for change orders approved by the City; and approve the issuance of a purchase order in the amount of \$393,000.

INTRODUCTION

This report is a request for City Council approval to award a contract to the lowest responsible bidder for the water valve replacements and installation of fire hydrants at various locations within the City of Beverly Hills.

This project was advertised on August 24 and 31, 2009, with bid opening on September 29, 2009.

The plans and specifications for the Project, dated August 2009, were approved by a duly authorized California licensed engineer. Staff finds that the plans and specifications will safely implement the project.

DISCUSSION

This project is being implemented to improve the City’s Water Operation & Maintenance staff’s ability to isolate the distribution system in the Project Location Area (See Attachment No. 3) and also allowing the City’s flushing program to be in compliance with the State’s Department of Public Health Drinking Water Permit requirements. This project involves installing new water valves at strategic locations and replacing existing broken water valves, thereby allowing Water Operation & Maintenance staff to shut down the distribution system to perform maintenance to the distribution facilities, i. e., replacement of broken water lines, replacement of broken water valves, and replacement of water meters thereby minimizing the interruption of water services to residential and business customers.

The Drinking Water Permit issued by the California Department of Public Health requires the City to have a flushing program for all the dead end mains in the distribution system, to reduce stagnant water and sediment build up. Currently the City has 47 dead end mains, 35 of which are connected to a fire hydrant, which allows mainline flushing. It is the City’s goal to install fire hydrants at all the remaining 12 dead end mains allowing us to be in compliance with the State’s Drinking Water Permit flushing requirements.

The following is a list of the 17 water valves that will be replaced under this project:

- 4” butterfly valve located on Ridgedale Drive W/O Hanover Drive
- 4” butterfly valve located on Hanover Drive S/O Ridgedale Drive
- 8” butterfly valve located on Beverly Boulevard E/O Maple Drive
- 8” butterfly valve located on Reeve Drive N/O Olympic Boulevard
- 8” butterfly valve located on Lomitas Drive E/O Alpine Drive
- 8” butterfly valve located on Elevado Drive at Cañon Drive
- 12” butterfly valve located on Gregory Way at Linden Drive
- 2-14” butterfly valves located at Trenton Way and Wilshire Boulevard
- 4” gate valve located on Maytor Place at Barrie Drive
- 4” gate valve located at 143 North Stanley Drive
- 6” gate valve located at Doheny Road and Foothill Road
- 8” gate valve located on Wallace Ridge E/O Dabney Lane
- 8” gate valve located on Alley N/O Olympic Boulevard and E/O Palm Drive
- 2-12” gate valve located at Wilshire Boulevard and Carmelita Avenue
- 16” gate valve located at Loma Vista Drive and Drury Lane

The following is the location of the 12 dead end water mains at which a fire hydrant will be installed under this project:

535 Arkell Drive	400 Evelyn Place
620 Arkell Drive	535 Leslie Lane
1970 Carla Ridge	1135 Maytor Place
400 Castle Place	1014 N. Roxbury Drive
400 Chris Place	340 Trousdale Place
1025 Della Drive	555 Vick Place

The entire scope of work for this project includes the replacement of 17 butterfly and gate valves and the installation of 12 new fire hydrants. Construction is scheduled to start in December 2009 and will be completed by March 2010.

Construction will be performed between 8:00 a.m. and 6:00 p.m., Monday through Friday.

On September 29, 2009, bids were opened after public advertising. Twenty six bid packages were distributed and eight responsive bids were received as follows:

Atlas Allied, Inc.	\$358,000
Williams Pipeline Contractors, Inc.	\$433,774
T. Majich & Sons, Inc.	\$440,000
Mike Bubalo Construction	\$444,200
J. Fletcher Creamer & Son, Inc.	\$448,100
Toro Enterprise, Inc.	\$472,954
Cedro Construction	\$524,207
Blois Construction Inc.	\$857,900

The engineering estimate was \$400,000.

A ninth bid submitted by BBS Construction did not have the required minimum of three consecutive years of experience in water work construction. Staff consulted with the City Attorney and they concur that BBS does not meet the minimum requirements and their bid was rejected as nonresponsive. Therefore, it was not included in the bid summary set forth above.

Staff conducted and received positive reference checks from the Cities of Monrovia, Pomona and Westminster who have utilized Atlas Allied, Inc. on similar waterline construction projects. Staff recommends that the lowest bid be accepted and a contract awarded.

FISCAL IMPACT

A contingency allowance in the amount of \$35,000 has been included in the total purchase order amount of \$393,000. Any change orders that require expenditures from this allowance shall be made only upon written request in accordance with the City Ordinance No. 06-O-2504 regarding change orders.

Funds for this project is provided as follows:

DEPT	FUND	PROJECT NUMBER	SUB-PROJECT NUMBER	FUNDING SOURCE	AMOUNT
35	80	0387	35-80-0387-85040	Water Enterprise Fund	\$ 393,000.00
				TOTAL	\$ 393,000.00



Scott Miller
Finance Approval



David Gustavson
Approved By

Attachment 1

Agreement

AGREEMENT

THIS AGREEMENT, made and entered into this _____ day of _____, 20____, by and between the CITY OF BEVERLY HILLS, a municipal corporation, hereinafter referred to as "City", and

**Atlas Allied, Inc.
1210 North Las Brisas Street
Anaheim, CA 92806**

hereinafter referred to as "Contractor";

WITNESSETH

In this consideration of their covenants the parties hereto agree as follows:

- 1. Contractor shall furnish all labor, materials and equipment necessary to perform the following work in the City of Beverly Hills, California, strictly in accordance with the Notice to Bidders, Proposal Form, Plans and Specifications for such improvement, and Standard Contractual Requirements, each of which documents are on file in the Engineering Division of the City's Public Works Department and made a part of this Contract as though fully set forth herein:

Replacement of Water Valves and Fire Hydrant Installations within City of Beverly Hills, California

- 2. By signing this Agreement, Contractor acknowledges and agrees that Contractor has obtained from the City a complete set of all documents that are made part of this agreement.
- 3. In consideration of such work City agrees to pay Contractor and Contractor agrees to accept the sum of **Three Hundred Fifty Eight Thousand Dollars (\$358,000.00)** in the manner provided in subject Specifications and subject to adjustment provided therein.
- 4. Concurrently with the execution of this Contract, Contractor shall file with the City the bonds and certificates of insurance specified in said Standard Contractual Requirements.
- 5. This Contract shall not be assigned without the written permission of the City Council.

IN WITNESS WHEREOF, the parties hereto have executed this instrument the day and year first above written.

ATTEST:

CITY OF BEVERLY HILLS,
a municipal corporation

BYRON POPE, City Clerk

NANCY KRASNE, Mayor

APPROVED AS TO CONTENT:

CONTRACTOR:

RODERICK J. WOOD, City Manager

KARL KIRKMAN, Risk Manager

DAVID D. GUSTAVSON,
Director of Public Works & Transportation

APPROVED AS TO FORM:

FUNDS AVAILABLE:

LAURENCE S. WIENER, City Attorney

SCOTT MILLER,
Director of Finance Administration

Attachment 2

Categorical Exemption

CITY OF BEVERLY HILLS

DEPARTMENT OF PLANNING AND COMMUNITY DEVELOPMENT

Categorical Exemption

NAME OF PROJECT Replacement of Water Valves and Fire Hydrant Installations Within City of Beverly Hills, California

LOCATION Various locations within City of Beverly Hills

TYPE OF BUSINESS (IF COMMERCIAL) _____

PROJECT DESCRIPTION Installation of water valves, fire hydrants and related facilities

APPLICANT'S NAME City of Beverly Hills PHONE (310) 285-2507

APPLICANT'S ADDRESS 345 Foothill Road

CITY Beverly Hills, CA ZIP 90210

IF DIFFERENT, PROVIDE:

AGENT'S NAME _____ PHONE _____

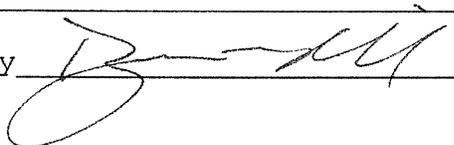
AGENT'S ADDRESS _____

CITY _____ ZIP _____

The undersigned, having received this project for processing, has reviewed it for environmental impact and concluded that the project qualifies for a categorical exemption under the procedures adopted by the City of Beverly Hills and no further environmental assessment is necessary.

Applicable Exemption Class 1(b)

COMMENTS Modifications to existing publicly owned utilities and infrastructure.

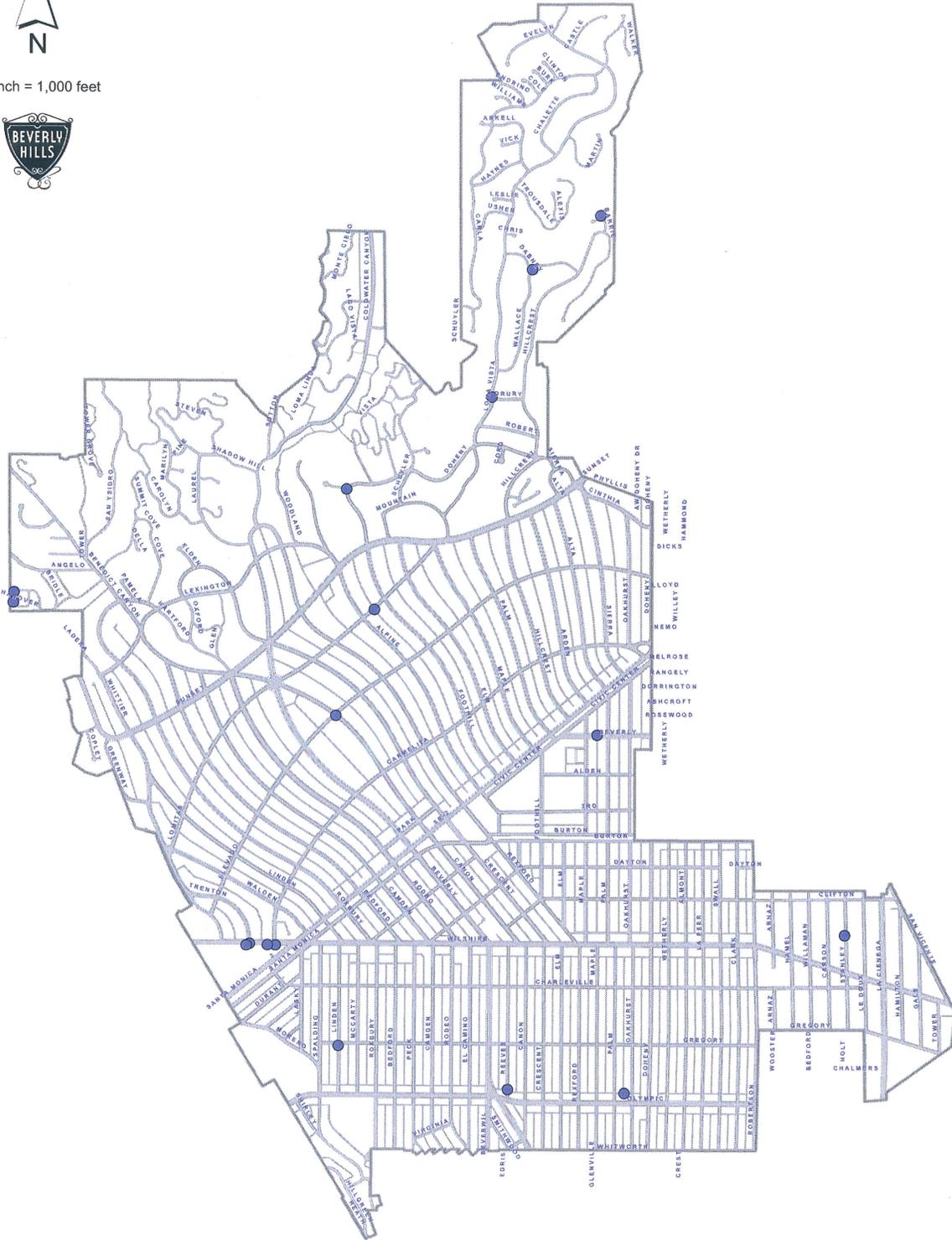
Reviewed by  Date 10/19/2009

Attachment 3

Project Location Map (2 pages)



1 inch = 1,000 feet



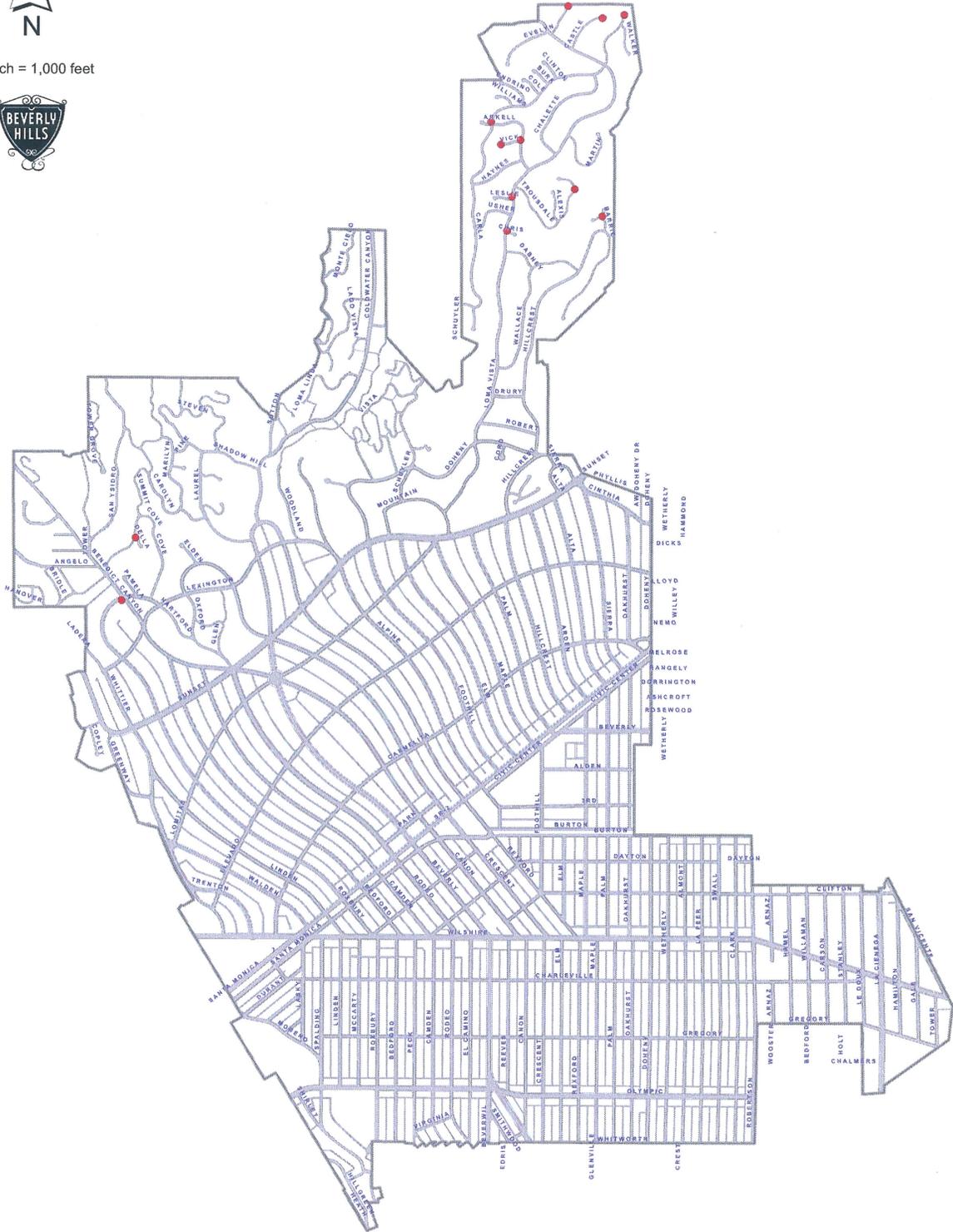
Water Valve Replacement Locations Citywide By Atlas Allied 2009

Legend

- Valve Replacement Locations - (Total of 17 To Be Installed)
- City Boundary



1 inch = 1,000 feet



New Fire Hydrant Installation By Atlas Allied Locations Citywide 2009

Legend

- New Fire Hydrant Location - (Total of 12 To Be Installed)
- City Boundary