



AGENDA REPORT

Meeting Date: April 5, 2016
Item Number: D-19
To: Honorable Mayor & City Council
From: Mark Cuneo, City Engineer
Tristan Malabanan, Civil Engineer

Subject: AWARD OF A CONTRACT TO THE LOWEST RESPONSIBLE BIDDER, DOMINGUEZ GENERAL ENGINEERING, INC. FOR THE ZONE 9 INTERTIE AND PRESSURE REDUCING STATION WITHIN THE CITY OF BEVERLY HILLS, CALIFORNIA, IN THE AMOUNT OF \$345,000; APPROVAL OF THE PLANS AND SPECIFICATIONS THEREFOR; AND

APPROVAL OF ISSUANCE OF A PURCHASE ORDER IN THE AMOUNT OF \$400,000 TO DOMINGUEZ GENERAL ENGINEERING, INC. FOR THE PROJECT

Attachments:

1. Agreement with Dominguez General Engineering, Inc.
2. Categorical Exemption

RECOMMENDATION

Staff recommends the City Council move to approve the award of a contract to the lowest responsible bidder, Dominguez General Engineering, Inc. for the construction of the pressure reducing station and intertie with the Los Angeles Department of Water and Power (LADWP) in the amount of \$345,000; approve the plans and specifications for the project with respect to design criteria; approve a construction contingency of 15.9% in the amount of \$55,000 and delegate the authority to approve change orders to the Director of Public Works Services; and approve the issuance of a purchase order to Dominguez General Engineering, Inc. in the amount of \$400,000.

INTRODUCTION

This project provides a connection between the City's water system and Los Angeles Department of Water and Power's (LADWP) water system for improved fire protection in the hillside area along Monte Cielo Drive and Lago Vista Drive adjacent to Franklin Canyon. The Water Master Plan prepared in 2002 recommended that the City should pursue an emergency fire flow connection to the LADWP water supply system in order to provide improved hillside fire protection in water pressure Zone 9. The water supply

system in Zone 9 requires water to be pumped from a lower elevation to supply water to fire hydrants and residential services. A connection with LADWP will provide redundancy in the water supply for this area in the event of an emergency.

DISCUSSION

In 2007, the City entered into an agreement with LADWP to develop emergency interconnection between the water systems. In 2013, LADWP installed a water line and meter to the intersection Monte Cielo Drive and La Fontaine Court. This project is the final component needed to connect the City's water system to the existing LADWP system.

The plans and specifications for the Project, dated January 2016, were prepared by the consulting engineering firm, Cannon. In early February, a Notice to Bidders was published in the Beverly Hills Courier, the Beverly Hills Weekly, several online industry advertisers, and on the City's website. On March 10, 2016, two bids were received and publicly opened in the City Clerk's Office. Bid results were as follows:

Dominguez General Engineering, Inc.	\$ 345,000
Mike Bubalo Construction Company, Inc.	\$ 489,000

The Engineer's construction estimate prepared by Cannon was \$326,780. The lowest bid submitted by Dominguez General Engineering, Inc. is approximately 5.6% higher than the Engineer's estimate. Staff tabulated and reviewed the bids and determined that Dominguez General Engineering, Inc. was a responsible bidder. Staff recommends the contract be awarded to Dominguez General Engineering, Inc. in order to complete the interconnection with LADWP.

Dominguez General Engineering, Inc. successfully completed the FY13/14 Water Main Replacement – Various Locations project in 2015 for the City of Beverly Hills. In addition, staff contacted the City of Inglewood, City of Long Beach, and the City Seal Beach regarding the performance of Dominguez General Engineering and all reported that they completed similar projects in a timely and cost-efficient manner while maintaining consistent quality. Staff recommends that the bid be accepted and a contract for the construction of Zone 9 Intertie and Pressure Reducing Station be awarded to Dominguez General Engineering, Inc. in the amount of \$345,000 and that a 15.9% contingency allowance in the amount of \$55,000 also be included in the Purchase Order amount (for potential change orders due to unforeseen conditions) for a total authorization of \$400,000. The work on this project is scheduled to be completed within 110 working days (approximately 5 months) of the issuance of the notice to proceed.

ENVIRONMENTAL ASSESSMENT

The Community Development Department has reviewed the project for environmental impact and concluded that the project qualifies for a categorical exemption. A Categorical Exemption (Attachment 2) was prepared and certified by Community Development staff on March 16, 2016.

FISCAL IMPACT

A construction contingency allowance in the amount of \$55,000 has been included in the total purchase order amount of \$400,000. Any change orders that require expenditures from this allowance shall be made only upon written request in accordance with the Municipal Code §3-3-111 regarding change orders.

Meeting Date: April 5, 2016

Funds for this project are budgeted in FY15/16 capital improvement program (CIP Project No. 00387 – Water Main and Hydrant Replacement) and provided as follows:

ACCOUNT NUMBER	FUND DESCRIPTION	AMOUNT
80006003-850000-00387	Water Enterprise Fund	\$ 400,000.00
	TOTALS	\$ 400,000.00



George Chavez

Approved By

Attachment 1

AGREEMENT

THIS AGREEMENT, made and entered into this **5th** day of **April, 2016**, by and between the CITY OF BEVERLY HILLS, a municipal corporation, hereinafter referred to as "City", and

Dominguez General Engineering, Inc.
11096 Pipeline Avenue
Pomona, CA 91766

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, Standard Contractual Requirements and inclusive of Addendums, each of which documents are made a part of this Contract as though fully set forth herein:

ZONE 9 INTERTIE AND PRESSURE REDUCING STATION

2. In consideration of such work City agrees to pay Contractor and Contractor agrees to accept the sum of **Three Hundre Forty-Five Thousand Dollars and Zero Cents (\$345,000.00)** in the manner provided in subject Plans and Specifications and subject to adjustment provided therein.

3. 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.

4. 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

John A. Mirisch, Mayor

APPROVED AS TO CONTENT: _____

CONTRACTOR: _____

MAHDI ALUZRI, City Manager

KARL KIRKMAN, Risk Manager

GEORGE CHAVEZ, Director of Public Works Services

FUNDS AVAILABLE: _____

APPROVED AS TO FORM: _____

David M. Snow, Interim City Attorney

DON RHOADS, Director of Administrative Services/Chief
Financial Officer

Attachment 2



BeverlyHills.org

Categorical Exemption

Name of Project: Zone 9 Intertie and Pressure Reducing Station

Location: 1299 Monte Cielo Drive

Type of Business (if commercial) _____

Project Description: Zone 9 Intertie and Pressure Reducing Station – building utility rehabilitation, replacement of piping including a pressure-reducing station to complete the intertie connection to LADWP, and the addition of a SCADA system.

Applicant's Name: City of Beverly Hills Phone: 310-285-1000

Applicant's Address: 455 N Rexford Drive

City: Beverly Hills 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 A Class 2(c)(15302) Replacement or Reconstruction and

Class 1(b)(15301) Existing Facilities

Comments: Class 2 includes the replacement or reconstruction of existing utility systems and/or facilities—in this case, piping which includes a pressure-reducing station—involving negligible

expansion of capacity. Class 1 includes the repair and minor alteration of existing facilities of utilities—in this case, water utility facilities—to provide public utility services.

Reviewed by Cynthia de la Jove Date March 16, 2016