



DATE: April 15, 2009

TO: Honorable Mayor and City Councilmembers

FROM: Water Utilities Department

SUBJECT: **APPROVAL OF A PURCHASE ORDER IN THE AMOUNT OF \$271,965 TO SANCON TECHNOLOGIES, INC., OF HUNTINGTON BEACH TO REHABILITATE THE SEWER PIPELINE AND 18 MANHOLES THROUGHOUT THE CITY**

SYNOPSIS

Staff recommends that the City Council approve a purchase order in the amount of \$271,965 to Sancon Technologies, Inc., of Huntington Beach for the rehabilitation of approximately 2,997 feet of sewer pipeline and 18 manholes throughout the City; and authorization for the Financial Services Director, or designee, to execute the purchase order.

BACKGROUND

The Water Utilities Department has a continuing program of maintenance that identifies sewer lines and manholes that need to be replaced or rehabilitated. The identified project locations and work are:

- Trenchless lining of 672 feet of 8-inch sewer main in the South Broadway from Vista Way to Eaton Street
- Trenchless lining of 790 feet of 10-inch sewer main in Vista Way
- Trenchless lining of 760 feet of 8-inch sewer main in Vista Way
- Rehabilitation of 5 sewer manholes on Vista Way
- Rehabilitation of 13 sewer manholes on the Emerald Isle Golf Course line

In addition, there are two emergency repairs requiring trenchless lining of 498 feet of 8-inch sewer main in the 300 block of Bluff Way and 292 feet of 6-inch sewer main in the 500 Block of Pier View Way.

ANALYSIS

Staff requested bids for each area needing rehabilitation of the sewer main or manholes from three vendors, excluding the two emergency repairs. Sancon Technologies, Inc. was the lowest bidder in each case; the other two bidders were Atlas Underground, Inc. and Jamison Engineering Contractors, Inc.

Location	Work	Sancon	Atlas	Jamison
South Broadway	8-inch sewer main	\$25,872	\$27,256.50	\$29,568
Vista Way	10-inch sewer main	\$44,320	\$47,250	\$49,125
Vista Way	8-inch sewer main	\$42,300	\$45,130	\$46,470
Vista Way	5 manholes	\$22,330	\$26,540	\$28,395
Emerald Isle	13 manholes	\$48,720.10	\$55,850	\$57,225
Total		\$183,542.10	\$202,026.50	\$210,783
Emergency Work				
Bluff Way	8-inch sewer main	\$21,912		
Pier View Way	6-inch sewer main	\$16,500		
Miscellaneous emergency repairs		\$50,000		
Total		\$88,412		
Combined Total		\$271,954.10		

Staff has included \$50,000 for miscellaneous emergency repairs that may be necessary during the remaining Fiscal Year 2008 – 2009.

FISCAL IMPACT

The Miscellaneous Sewer Projects fund (722.869780) has an available balance of \$976,551. Therefore sufficient funds are available for the request.

COMMISSION OR COMMITTEE REPORT

Does not apply.

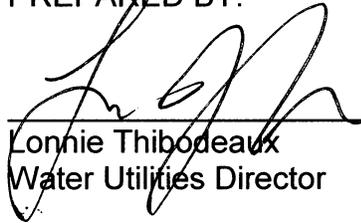
CITY ATTORNEY'S ANALYSIS

Chapter 28A of the Oceanside City Code requires purchases of supplies, services and equipment of estimated value greater than \$25,000 to be procured by competitive written bid, with the contract awarded to the lowest responsible bidder. "Responsible bidder" is defined at Section 28A.1(d) of the Code as a bidder who submits a responsive bid and who is not only financially responsible but is possessed of the resources, judgment, skill, ability, capacity and integrity necessary to perform the contract according to its terms. The City Council also has discretion for good cause, to reject all bids and readvertise.

RECOMMENDATION

Staff recommends that the City Council approve a purchase order in the amount of \$271,965 to Sancon Technologies, Inc., of Huntington Beach for the rehabilitation of approximately 2,997 feet of sewer pipeline and 18 manholes throughout the City; and authorization for the Financial Services Director, or designee, to execute the purchase order.

PREPARED BY:



Lonnie Thibodeaux
Water Utilities Director

SUBMITTED BY:



Peter A. Weiss
City Manager

REVIEWED BY:

Michelle Skaggs Lawrence, Deputy City Manager

Lonnie Thibodeaux, Water Utilities Director

Terri Ferro, Financial Services Director





