

STAFF REPORT



ITEM NO. 8

CITY OF OCEANSIDE

DATE: August 15, 2007

TO: Honorable Mayor and City Councilmembers

FROM: Water Utilities Department

SUBJECT: **APPROVAL OF A PURCHASE ORDER IN THE AMOUNT OF \$664,495 TO SANCON TECHNOLOGIES, INC., TO REHABILITATE THE SEWER PIPELINE AND 14 MANHOLES IN THE RAILROAD EASEMENT ALONG OCEANSIDE BOULEVARD**

SYNOPSIS

Staff recommends that the City Council approve a purchase order in the amount of \$664,495 to Sancon Technologies, Inc., of Huntington Beach for the rehabilitation of approximately 4,834 feet of sewer pipeline and 14 manholes within the railroad easement along Oceanside Boulevard from 590 feet west of Rancho del Oro Drive to 280 feet west of Avenida del Oro (Exhibit A); 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. One of these sewer lines is in the railroad easement next to Oceanside Boulevard; 4,834 feet of sewer pipeline and 14 manholes need to be rehabilitated by slip-lining because of its age and condition. It is estimated that relocation of the pipeline would cost \$8 million so that is not an option at this time.

ANALYSIS

Staff requested bids in phases for rehabilitating the sewer pipeline by slip-lining from three vendors. Sancon Technologies was the lowest bidder on each phase of the project at \$664,495. The other two bids were Southwest Pipeline and Trenchless Corporation at \$699,000 and Select Trenchless Pipelines at \$723,800.

FISCAL IMPACT

For FY 2007-08 there is an estimated carry forward balance of \$658,054 in account 726.865579 for this project. Staff transferred the additional funds from the

Miscellaneous Sewer Projects approved budget for a total of \$665,495. There are budgeted funds 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

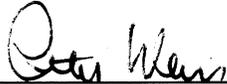
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PREPARED BY:



Greg Blakely
Administration Manager

SUBMITTED BY:



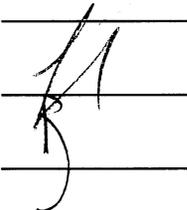
Peter A. Weiss
Interim City Manager

REVIEWED BY:

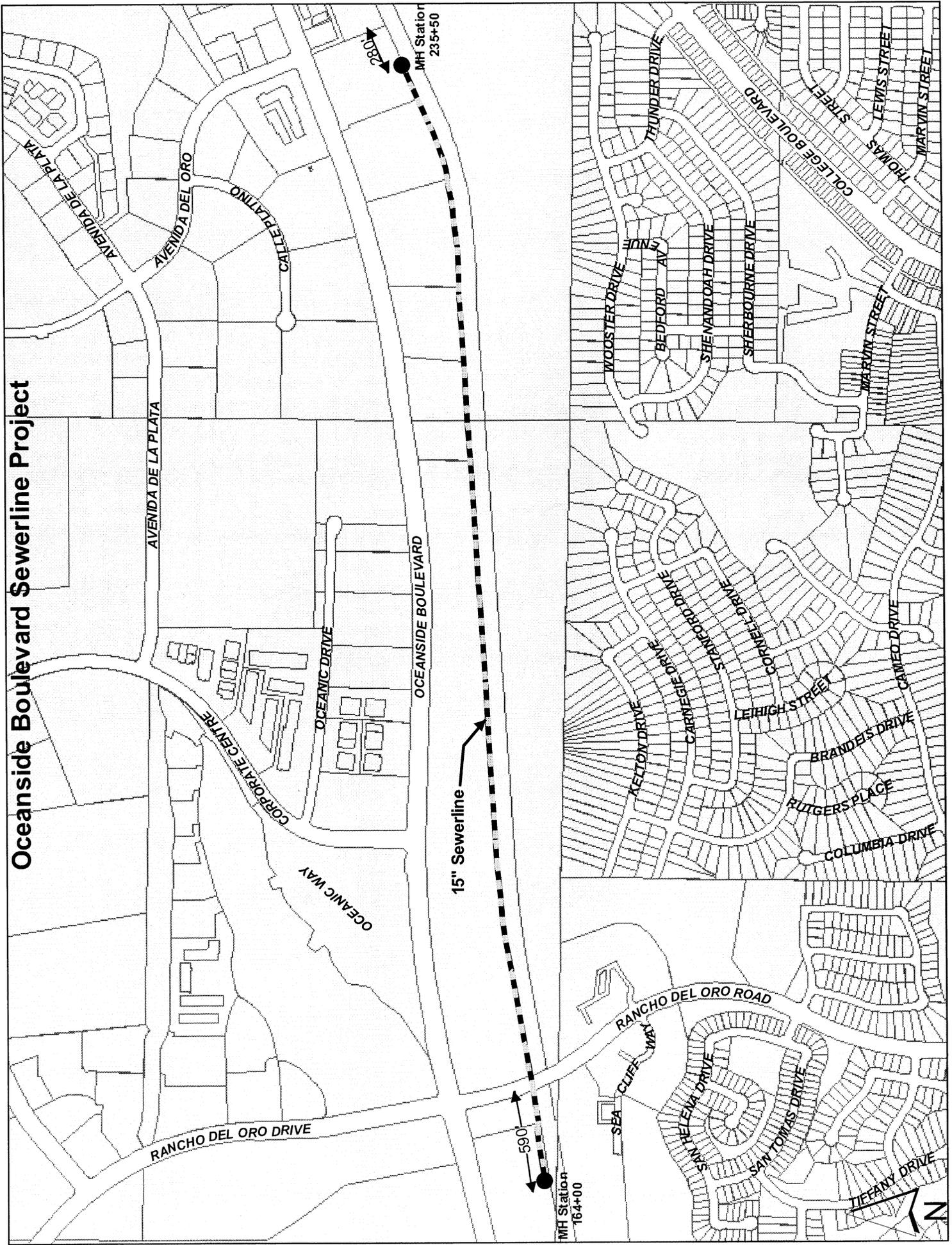
Michelle Skaggs Lawrence, Deputy City Manager

Lonnie Thibodeaux, Water Utilities Director

Paul Bussey, Interim Financial Services Director



Oceanside Boulevard Sewerline Project



15" Sewerline

MH Station
164+00

590'

MH Station
235+50

280'

