

STAFF REPORT

REPORT to the MAYOR and MEMBERS of the CITY COUNCIL From the CITY MANAGER

DATE:

February 11, 2020

SUBJECT:

Resolution Rejecting All Bids for Bid 20-05, Inflow & Infiltration

Project Phase 5

ISSUING DEPT.:

Public Works

SUMMARY:

Issue:

Should the City of La Mesa reject all bids for Bid 20-05, Inflow & Infiltration Project Phase 5?

Recommendation:

Adopt the attached resolution rejecting all bids for Bid 20-05, Inflow & Infiltration Project Phase 5.

Fiscal Impact:

None

BACKGROUND:

The City of La Mesa is actively replacing/rehabilitating old sewer facilities based on their physical and operational condition. This project replaces old concrete sewer pipe, which is beyond its design life and may collapse resulting in sewer backups, potential liabilities and environmental impacts. The project includes replacement/rehabilitation of sewer pipe along Olive Avenue, Seneca Place, Eucalyptus Hill, Olive Place, and Munroe Street. In the winter of 2017, a segment of Olive Avenue sewer pipe collapsed and had to be replaced as an emergency. This project replaces/rehabilitates over 3,400 linear feet of concrete sewer pipe and 22 sewer manholes in the Olive Avenue neighborhood.

DISCUSSION:

On November 26, 2019, a notice inviting bids was advertised and the bid documents were distributed to 13 plan holders. The bid consisted of a base bid that included all the items of work to complete the sewer project. Also included in the bid package was an

Report to Mayor and Council Members

Date: February 11, 2020

Page: 2 of 2

additive bid to install two survey monuments. The basis of contract award was for the total bid received, base bid plus additive bid.

On December 19, 2019, three bids were received electronically. The lowest, responsive, responsible bidder was PK Mechanical Systems, Inc. with a total bid amount of \$1,260,500. A summary of bid results is shown in **Attachment B**.

While preparing to award the project it was discovered that there was a discrepancy in the bid schedule posted to PlanetBids versus the bid schedule in the specifications, two bid items had differing quantities. Because of this discrepancy, staff is recommending that the Council reject all bids at this time.

Upon rejection of all bids by the City Council, staff will be re-evaluating our specifications and will be re-advertising the project.

CONCLUSION:

Staff recommends that the City Council adopt the attached resolution rejecting all bids for Bid 20-05, Inflow & Infiltration Project Phase 5.

Reviewed by:

Respectfully submitted by:

Grea Humora City Manager

Leon P. Firsht

Director of Public Works/City Engineer

Casey Crown

Associate Engineer

Attachments: A. Resolution

B. Bid Tabulation

RESOLUTION NO. 2020-

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LA MESA REJECTING ALL BIDS FOR BID 20-05, INFLOW & INFILTRATION PROJECT PHASE 5

WHEREAS, on November 26, 2019, a notice inviting bids was advertised and bid documents were distributed to 13 plan holders;

WHEREAS, on December 19, 2019, the City received and opened three bids;

WHEREAS, a discrepancy in the bid schedule was found during the awarding of the project;

WHEREAS, staff recommends to reject all bids; and

WHEREAS, the City will be re-advertising the project.

NOW, THEREFORE, BE IT AND IT IS HEREBY RESOLVED by the City Council of the City of La Mesa, California that all bids be rejected for Bid 20-05, Inflow & Infiltration Project Phase 5. Said bid is on file in the office of the City Clerk.

PASSED AND ADOPTED at a regular meeting of the City Council of the City of La Mesa, California, held the 11th day of February, 2020, by the following vote, to wit:

AYES:

NOES:

ABSENT:

CERTIFICATE OF CITY CLERK

I, MEGAN WIEGELMAN, City Clerk of the City of La Mesa, California, do hereby certify the foregoing to be a true and exact copy of Resolution No. <u>2020-</u>, duly passed and adopted by the City Council of said City on the date and by the vote therein recited.

MEGAN WIEGELMAN, CMC, City Clerk

(SEAL OF CITY)

Bid Tabulation
Bid 20-05 - Inflow & Infiltration Project Phase 5

	Bidders	Base Bid	Additives	Total
1	PK Mechanical Systems, Inc.	\$1,250,000.00	\$10,500.00	\$1,260,500.00
2	Piperin Corporation	\$1,516,204.00	\$4,100.00	\$1,520,304.00
3	Wier Construction Corporation	\$2,636,024.12	\$93,600.00	\$2,729,624.12
	Engineer's Estimate:			\$1,600,000.00

All bids will be compared on the basis of the TOTAL BID RECEIVED (BASE BID PLUS ALL BID ADDITIVES)