



Council Agenda Report

From: Kevin Wells, Assistant Capital Projects Manager

Subject: Approval of Award of Construction Contract for DPW 22-14B-Water Service Repairs in the Sierra Bonita and Turtle Creek Neighborhoods

CEQA Determination: The City finds that this action is categorically exempt under the Class 1 exemption (State CEQA Guidelines, § 15301).

Date: July 18, 2023

Facts

1. On February 4, 2020, City Council approved the Updated Six-Year Street Maintenance and Repair Plan which outlines the specific street segments anticipated to be constructed over the remaining years of the Measure E-12 supplemental sales tax.
2. The budget adopted for FY 2022-23 includes surface and road repairs for the Sierra Bonita and Turtle Creek neighborhoods. However, underground pipes (i.e., water services) need to be repaired prior to the road work for the Sierra Bonita and Turtle Creek neighborhoods.
3. Plans were prepared and advertised for bids for the replacement of water services throughout the Sierra Bonita and Turtle Creek neighborhoods. The engineer's estimate is \$1,335,110.
4. At the bid opening on June 29, 2023, four bids were received:

<u>Construction Company</u>	<u>Bid Amount</u>
Raminha Construction	\$1,376,540.00
Cedro Construction	\$1,689,836.70
Lyles Utility	\$1,901,880.00
MGE Underground	\$2,135,874.00

Options

1. Take no action;
2. Authorize the City Manager to enter a contract with Raminha Construction in the amount of \$1,376,540 to repair water services throughout the Sierra Bonita and Turtle Creek neighborhoods.
3. Provide alternative direction to staff.

Analysis and Conclusions

The City's Updated Six Year Street Maintenance and Repair Plan includes road improvements throughout the Sierra Bonita and Turtle Creek neighborhood using supplemental sales tax E-12 revenue. However, prior to performing these surface repairs, residential water services need to be repaired and/or replaced. Staff reviewed the bid from Raminha Construction for the pipeline work and found it to be a responsive and responsible bid.

Fiscal Impact

The total cost to repair the water services throughout Sierra Bonita and Turtle Creek neighborhoods total \$1,376,540. Funding for these water service repairs is included in the adopted Fiscal Year 23-24 budget and no further actions are needed.

CEQA

The City finds that this action is categorically exempt from the California Environmental Quality Act under the Class 1 exemption, which applies to the operation, repair, maintenance, permitting, leasing, licensing, or minor alteration of existing structures, facilities, mechanical equipment, or topographical features where the project involves negligible or no expansion of existing or former use. (State CEQA Guidelines, § 15301) and that none of the exceptions to the Class 1 exemption set forth in State CEQA Guidelines section 15300.2 apply.

Recommendation

Approve Resolution 23-XXX, authorizing the City Manager to enter into a construction contract with Raminha Construction in the amount of \$1,376,540 to repair residential water services throughout the Sierra Bonita and Turtle Creek neighborhoods; and to authorize the City Manager and City Attorney to make any minor, technical, or non-substantive changes to the contract that are consistent with the Council action.

Attachments

1. Resolution 23-XXX - Water Service Repairs Sierra Bonita and Turtle Creek