

REPORT TO THE CITY COUNCIL



DATE: October 17, 2017

TITLE: New City Hall Grading and Utility Installation Contract
Award-Project 2017-17

Prepared by: Daniel Porras, Community Development Director

RECOMMENDATION

Authorize the City Manager to execute an Agreement with Valley Pipeline Incorporated to perform grading and utility installation services at the new City Hall site in the amount of \$362,503.00 with a 10% contingency amount of \$36,250.00, for a total amount not to exceed \$398,753.00; with approval as to form by the City Attorney.

DISCUSSION

On February 7, 2017, City Council approved the completion of the engineering design of the City Hall Relocation Project. The project will be completed in phases. The former Visitors Center building has been remodeled to currently house administrative staff and the City Council. The next phase will include the grading of the north side of the property, utility undergrounding, and utility connections. The engineering design has been completed for the grading, utility underground, and utility connection and is ready to proceed to construction.

Bids were advertised September 20, 2017 and a pre-bid meeting was held on October 4, 2017. Bids were opened by the City Clerk's Office on October 10, 2017. A total of nine (9) prospective bidders purchased plans and six (6) bids were received. The results of the bids are in the following table.

| | Contractor | Address | Contract Amount |
|---|--------------------------------|---|-----------------|
| 1 | Valley Pipeline Services, Inc. | 47-110 Washington Street, Suite 201 La Quinta, CA 92253 | \$363,503.00 |
| 2 | Tri-Star Contracting II, Inc. | 15501 Little Morongo Road Desert Hot Springs, CA 92240 | \$415,828.91 |
| 3 | Razmik Construction, Inc. | 3571 E. Chevy Chase Drive Glendale, CA 91206 | \$419,889.55 |
| 4 | Cora Constructors, Inc. | 75140 St Charles Place, Suite A Palm Desert, CA 92212 | \$492,827.50 |
| 5 | SJD & B, Inc. | 10070 Arrow Route, Unit 101 Rancho Cucamonga, CA 91730 | \$503,409.39 |
| 6 | Desert Concepts | 77-770 Country Club Drive, Suite D Palm Desert, CA 92211 | \$536,544.00 |

The lowest responsible bidder is Valley Pipeline Services, Inc. Staff has contacted their references and received positive results. Although Staff has not worked with Valley Pipeline Services, Inc., Staff has observed their work on private projects and also found the company to be highly regarded. Therefore, staff recommends that the City Council award the project to Valley Pipeline Services, Inc. in the amount of 362,503.00 and also recommends budgeting an additional \$36,250.00 for contingencies.

FISCAL IMPACT

In March of 2017 the City refinanced existing general obligation debt and financed \$3,000,000 for the City Hall Relocation Project. Once a contract is awarded and executed, the necessary funds needed for this project will be moved from the trustee to the City Hall Relocation account, Fund 222, to cover the costs of the work performed.

EXHIBIT(S)

1) Bid Proposal