



November 4, 2021

**TO:** LOCSD Board of Directors  
**FROM:** Ron Munds, General Manager  
**SUBJECT:** **Agenda Item 8G - 1/04/2021 Board Meeting**  
16<sup>th</sup> Street Tank Rehabilitation Project Revised Budget and Contract Award

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### **DESCRIPTION**

At the September 9, 2021 Board meeting, the Board authorized a formal bid process for the 16<sup>th</sup> Street Tank Rehabilitation Project and approved the General Manager to execute the related contract if the lowest responsive bid was within the project's estimated cost of \$350,000. The lowest bid for the project is \$400,343. This report summarizes the results of the bidding process and the actions needed for the project to proceed.

### **STAFF RECOMMENDATION**

This item will be approved along with the Consent Calendar unless it is pulled by a Director for separate consideration. If so, Staff recommends that the Board adopt the following motion:

***Motion: I move that the Board:***

- 1. Approve a revised total project budget of \$487,078.***
- 2. Authorize the General Manager to execute an agreement with Paso Robles Tank in the amount of \$400,343 for the 16<sup>th</sup> Street Tank rehabilitation work.***

### **DISCUSSION**

#### **Background**

At the September 9, 2021 Board meeting, the Board authorized a formal bid process for the 16<sup>th</sup> Street Tank Rehabilitation Project and approved the General Manager to execute the related contract if the lowest responsive bid was within the project's estimated cost of \$350,000. Bid submittals were due on October 14, 2021; three bids were received. The following table is the bid evaluation summary and recommendation provided by the Wallace Group.

Bid Item	Bidders			
	Paso Robles Tank	Spiess Construction Company, Inc.	United Field Services	NOT USED
Proposal Form (signed)	✓	✓	✓	
Bidder's Bond	✓	✓	✓	
Addenda Receipt	✓	✓	✓	
Acknowledgment of Insurance Requirements	✓	✓	✓	
Experience Qualifications	✓	✓	✓	
Contractor's Licensing Statement	✓ A	✓ D	✓ E, G	
Proof of Registration with DIR	✓ C	✓ C	✓ C	
List of Subcontractors	✓	✓	✓	
	Associated Tank Constructors, Inc.(B) (75%)	Simpson Sandblasting (F) (49%)	Paso Robles Tank (15%) Vertical Access (20%)(E)	
Non-Collusion Affidavit	✓	✓	✓	
Affirmative Action Certificate	✓	✓	✓	
Worker's Compensation Certificate	✓	✓	✓	
Bid Deemed Responsive	✓	✓	✓	
Base Bid	\$400,343	\$524,035	\$512,866	

As indicated, the lowest, responsive bid was for \$400,343, over \$50,000 higher than the engineering estimate. Wallace Group acting as the District Engineer, Advantage Technical Services, technical consultant on the project, and staff reviewed the bid submittals. It was noted that the interior rehabilitation and coating work in all three bids were higher than anticipated and accounted for the majority of the additional cost over the engineering estimate (see attached Bid Cost Summary). Based on the cost review, it is recommended that the Board award the bid to Paso Robles Tank.

**Financial Impact**

Though the project is coming in about \$50,000 more than budgeted in the 2021-22 Capital Outlay budget, staff will bring a budget adjustment, if needed, at mid-year to account for the difference. The Fund 500 fund balance, along with the Capital Outlay Reserves, have adequate resources to make up for the change in project cost.

**Attachment**

Wallace Group Bid Evaluation Memorandum  
Bid Cost Summary

# MEMORANDUM

## Los Osos Community Services District 10<sup>th</sup> Street Tank Recoating Project



**Date:** October 27, 2021  
**To:** Ron Munds, General Manager, LOCSD  
**From:** Steven G. Tanaka, PE  
**Subject:** Bid Evaluation – 16<sup>th</sup> Street South Tank Recoating Project

**SUMMARY:** The lowest, responsive, responsible bidder for the subject Project is determined to be Paso Robles Tank. Wallace Group recommends award of this Project to Paso Robles Tank, in the amount of \$400,343.

### Background

Bids for the subject Project were received and opened on Thursday, October 14, 2021, at the District's office. A total of three bids were received, and the bid opening summary is attached to this memorandum. Due to COVID-19, a formal bid opening was not conducted. Bids were reviewed in detail, for compliance with the bidding instructions and overall bidding requirements. The table below summarizes the bid analysis and results.

**Bidder Qualifications.** All of the bidders have solid tank coating and tank repair experience similar to this work, and submitted references demonstrating their experience and qualifications. The bid documents specified that the Contractor and Subcontractors have a combination of General A License, C33 specialty license, Scaffolding D-39 license, SSPC certification (hazardous materials/lead handling), C51 or C60 (structural steel/welding). Paso Robles Tank (PRT), with the lowest bid, met all of the requirements except for the D39 scaffolding specialty license. Scaffolding work is routinely done by tank contractors under their General A license, and the lack of the D39 license was considered a minor irregularity that can be waived.

The Engineer's Estimate and budget for the construction of this Project was established by the District, at \$350,000. PRT's bid was more than \$100,000 lower than the other two bids received. Wallace Group recommends award of this Project to Paso Robles Tank.

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Bid Item	Bidders			
	Paso Robles Tank	Spiess Construction Company, Inc.	United Field Services	NOT USED
Proposal Form (signed)	✓	✓	✓	
Bidder's Bond	✓	✓	✓	
Addenda Receipt	✓	✓	✓	
Acknowledgment of Insurance Requirements	✓	✓	✓	
Experience Qualifications	✓	✓	✓	
Contractor's Licensing Statement	✓ A	✓ D	✓ E, G	
Proof of Registration with DIR	✓ C	✓ C	✓ C	
List of Subcontractors	✓	✓	✓	
	Associated Tank Constructors, Inc.(B) (75%)	Simpson Sandblasting (F) (49%)	Paso Robles Tank (15%) Vertical Access (20%)(E)	
Non-Collusion Affidavit	✓	✓	✓	
Affirmative Action Certificate	✓	✓	✓	
Worker's Compensation Certificate	✓	✓	✓	
Bid Deemed Responsive	✓	✓	✓	
Base Bid	\$400,343	\$524,035	\$512,866	

A=General Contractor A License, C33, C51 (D39 license not provided).  
 B=SSPC-QS 1/QP1/QP2  
 C=Proof of registration confirmed on-line by Steve Tanaka, 10/18/21.  
 D=General Contractor A License, C33, C27 (landscaping), B (General Building)  
 E=C61/D39 (Scaffolding) specialty license provided by Vertical Access  
 F=SSPC QP1/QP2.  
 G=General Contractor A License, C33, C10 (Electrical), B (General Building)

## Bid Cost Summary

16TH STREET SOUTH TANK RECOATING PROJECT				Engineer's Estimate		PRT		SCCI		UFSC	
BID ITEM	APPROX. QUANTITY	UNIT OF MEASURE	DESCRIPTION OF ITEM	UNIT PRICE, \$	EXTENDED PRICE, \$	Unit Price, \$	Extended Price, \$	Unit Price, \$	Extended Price, \$	Unit Price, \$	Extended Price, \$
1	1	LS	Mobilization, Demobilization and Cleanup	\$ 35,000	\$ 35,000	\$ 25,000	\$ 25,000	\$ 72,680	\$ 72,680	\$ 15,000	\$ 15,000
2	1	LS	Removal, Handling and Disposal of Lead-Based Paints	\$ 60,000	\$ 60,000	\$ 45,000	\$ 45,000	\$ 90,100	\$ 90,100	\$ 104,743	\$ 104,743
3	1	LS	Exterior Tank Re-Coating	\$ 50,000	\$ 50,000	\$ 30,000	\$ 30,000	\$ 35,350	\$ 35,350	\$ 46,376	\$ 46,376
4	1	LS	Containment of Tank Exterior, Scaffolding	\$ 30,000	\$ 30,000	\$ 52,000	\$ 52,000	\$ 83,375	\$ 83,375	\$ 60,500	\$ 60,500
5	1	LS	Replace Existing Guard Rails	\$ 15,000	\$ 15,000	\$ 14,000	\$ 14,000	\$ 9,300	\$ 9,300	\$ 15,400	\$ 15,400
6	1	EA	Self-Closing Safety Gate at Existing Ladder	\$ 5,000	\$ 5,000	\$ 4,000	\$ 4,000	\$ 4,950	\$ 4,950	\$ 4,400	\$ 4,400
7	20	EA	Repair/Replace Anchor Chair Plates	\$ 750	\$ 15,000	\$ 1,247.8	\$ 24,956	\$ 620	\$ 12,400	\$ 1,353	\$ 27,060
8	4	EA	Roof Repairs at Corroded Handholes	\$ 3,000	\$ 12,000	\$ 1,125	\$ 4,500	\$ 1,100	\$ 4,400	\$ 1,238	\$ 4,952
9	4	EA	Provide New Cathodic Protection Handholes	\$ 750	\$ 3,000	\$ 750	\$ 3,000	\$ 300	\$ 1,200	\$ 825	\$ 3,300
10	1	LS	Re-Coat Interior Roof (from 12" below top of shell and above), Dollar Plate and Roof Rafters	\$ 40,000	\$ 40,000	\$102,600	\$ 102,600	\$ 76,050	\$ 76,050	\$ 84,467	\$ 84,467
11	1	LS	Re-Coat Interior Roof (from 12" below top of shell and below) and Floor	\$ 70,000	\$ 70,000	\$ 85,787	\$ 85,787	\$ 127,350	\$ 127,350	\$ 136,218	\$ 136,218
12	1	LS	Tank Overflow Repair	\$ 15,000	\$ 15,000	\$ 9,500	\$ 9,500	\$ 7,150	\$ 7,150	\$ 10,450	\$ 10,450
<b>TOTAL BASE BID (IN FIGURES)</b>					\$ 350,000	\$ 400,343		\$ 524,305		\$ 512,866	