



May 28, 2015

TO: LOCSD Board of Directors

FROM: Kari Wagner, Director of Water Resources, Wallace Group
Margaret Falkner, Utility Compliance Technician III

SUBJECT: **Agenda Item 11F – 6/4/2015 Board Meeting**
Bayridge Estates Phase I Sewer Maintenance Improvement Project

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DESCRIPTION

At the March 5, 2015 Board of Directors meeting, the Board adopted Resolution 2015-07 authorizing the General Manager to initiate the formal bid process, release the bid documents and return to the Board on June 4, 2015 for award of bid to the lowest responsive bidder for the Bayridge Estates Phase 1 Maintenance Improvement Projects. This is the item before you now.

STAFF RECOMMENDATION

Motion: I move that the Board award the construction contract to Specialty Construction, Inc. in the amount not to exceed \$149,800 for the Bayridge Estates Phase I Sewer Maintenance Improvement Project.

DISCUSSION

The County of San Luis Obispo (County) completed a video inspection and identified deficiencies in the Bayridge sewer collection systems. The deficiencies were rated into three categories: High, Medium and Low. Prior to the County taking over the sewer collection system, the County requested the Los Osos Community Services District (District) resolve the High Priority deficiencies.

The County scheduled to overlay various streets throughout Los Osos including a portion of Bayridge Estates in spring/summer 2015. To reduce construction paving costs, it was recommended to expedite the design and construction of three High Priority sewer deficiencies (Green Oaks Drive, Del Mar Drive, and Bay Oaks Drive). Construction of the sewer main projects must be completed prior to the first week of August 2015 in order to meet the County's proposed construction schedule and not incur additional paving costs. On March 5, 2015, the District approved Phase I repair work to be designed and bid by Wallace Group.

Wallace Group completed the design and issued the plans for bid in April 2015. Wallace Group contacted local contractors and placed bid notices in the Telegram Tribune. The bids were due May 27, 2015.

Several contractors notified Wallace Group just prior to bid opening that they were unable to bid at this time due to current workload and the size of the project.

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On May 27th, 2015, one bid was received from Specialty Construction, Inc. in the amount of \$129,800. The engineer's estimate for the Phase I work was \$125,000. The single bid is within 4% of the engineer's estimate.

Wallace Group reviewed the Bid from Specialty Construction and it meets all requirements Staff recommends that the Board award the construction contract to Specialty Construction, Inc. for the amount of \$129,800. In addition, staff recommends a 15% contingency in the amount of \$20,000 for unforeseen field conditions.

FINANCIAL IMPACT

Funding for Phase 1 Maintenance Improvement Projects will come from an Interfund Loan from the Water Fund.