



# REPORT TO COUNCIL 10

## City of Sacramento

915 I Street, Sacramento, CA 95814-2604  
www.CityofSacramento.org

Consent  
**November 9, 2006**

**Honorable Mayor and  
Members of the City Council**

**Title:** Rejection of Bid for the Sump 42 Improvements Project (PN: XI36).

**Location/Council District:** Sump 42 is located at 1039 Seamas Avenue within Council District 4 (see enclosed map).

**Recommendation:** Adopt a **Resolution** rejecting the single bid received for the Sump 42 Improvements Project (PN: XI36).

**Contact:** David L. Brent, Engineering Manager, 808-1420, Dave Hansen, Supervising Engineer, 808-1421.

**Presenters:** Not applicable

**Department:** Department of Utilities

**Division:** Engineering Services

**Organization No:** 3332

### **Description/Analysis**

**Issue:** The City received only one bid for this project, which exceeded the engineer's estimate by over 38%. The bid amount also exceeds the project budget. City staff recommends rejection of this bid, so that the project can be rebid.

**Policy Considerations:** This action is consistent with Chapter 3.60 of the City Code concerning the rejection of bids.

**Environmental Considerations:** The Planning Services Division, Environmental Section, has reviewed the project and has determined that this project is exempt from CEQA under Sections 15301(a), 15301(d), and 15302(c) of the CEQA Guidelines.

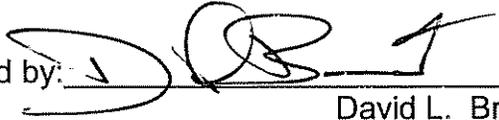
**Rationale for Recommendation:** Rejecting this bid will allow the project to be rebid. Staff will provide additional notice regarding the second request for bids, to increase the likelihood of receiving multiple bids. This serves the public interest because it is anticipated that this will foster a more competitive bid process that is likely to result in the receipt of lower bid amounts.

**Financial Considerations:** Rebidding will increase the likelihood that future bids will come in closer to the engineer's estimate and that sufficient funding will be available to award the



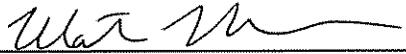
contract.

**Emerging Small Business Development (ESBD):** This project included participation goals of 20% for emerging and small business enterprises as required by Ordinance 99-007 and Resolution 99-055, relating to ESBD participation goals and policies, adopted by the City Council on February 9, 1999.

Respectfully Submitted by:   
David L. Brent  
Engineering Manager

Approved by:   
Gary A. Reents  
Director of Utilities

Recommendation Approved:

  
Ray Kerridge  
City Manager

**Table of Contents:**

Report	pg. 1-2
<b>Attachments</b>	
1 Background	pg. 3
2 Project Location Map	pg. 4
3. Resolution	pg. 5

**Attachment 1**

**Background**

**Reject All Bids for the Sump 42 Improvements Project (PN: XI36)**

Sump 42 is a sewer lift station operated by the City of Sacramento that conveys sewage from Basin 42 to the Sacramento Regional Treatment plant. This sump is located at 1039 Seamas Avenue, see attached location map. This facility was originally built in 1957.

This facility will be converted from a dry/wet well design to a submersible pump station. The existing dry well will be converted into a wet well. The existing 5 hp centrifugal pumps are worn out and will be replaced with submersible pumps. Submersible pumps are easier to maintain and more cost effective than the traditional centrifugal pumps. In addition, a flow meter and new asphalt pavement will be installed. The new facility will be more reliable and require less maintenance.

Only one bid was opened by the City Clerk on October 11, 2006, and is summarized below:

<b>Contractor</b>	<b>Bid Amount</b>
Sierra National Construction	\$241,762

- The engineer's estimate was \$175,000.



**RESOLUTION NO.**

Adopted by the Sacramento City Council

**REJECTION OF BID FOR THE SUMP 42 IMPROVEMENTS PROJECT (PN: XI36)**

**BACKGROUND**

- A. Sump 42 is a sewer lift station operated by the City of Sacramento that conveys sewage from Basin 42 to the Sacramento Regional Treatment plant.
- B. The Sump 42 Improvements project was advertised for bidding and only one bid was received on October 11, 2006.
- C. The bid received exceeded the engineer's estimate by over 38%, and also exceeds the project budget.
- D. Rejecting this bid will allow the project to be rebid. Staff will provide additional notice regarding the second request for bids, to increase the likelihood of receiving multiple bids and increase the likelihood of future bids coming in closer to the engineer's estimate.

**BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:**

- Section 1. The bid received on October 11, 2006 for the Sump 42 Improvements Project (PN: XI36) is rejected so that the project may be readvertised.