



# REPORT TO COUNCIL

## City of Sacramento

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

Consent  
**August 30, 2005**

Honorable Mayor and  
Members of the City Council

**Subject:** Award: North Area Corporation Yard Tank Removal

**Location/Council District:** 918 Del Paso Road, Sacramento, Citywide

**Recommendation:**

Adopt a resolution: 1) Approving plans and specifications; 2) accepting the lowest responsive bid received from AES Enterprises, Inc. in the amount of \$213,793; and 3) authorizing the City Manager to execute a contract with AES Enterprises, Inc. for underground storage tank and related piping removal and surface restoration.

**Contact:** Robert Summersett, Fleet Manager (916) 808-1888; Douglas Scott, Program Analyst (916) 808-1888

**Presenters:** Not Applicable

**Department:** Department of General Services

**Division:** Fleet Management

**Organization No:** 3259

**Summary:**

- The North Area Corporation Yard (NACY), 918 Del Paso Road, Sacramento, has six underground storage tanks, related piping and fueling infrastructure that are incompatible with City operations, are not in compliance with current standards and regulations and must be removed.
- Plans and specifications for the tank removal and associated work were developed and bids solicited and received.
- The lowest responsive bid was received from AES Enterprises, Inc. for \$213,793.
- This report requests City Council approval of the plans and specifications, and authorization to contract with AES Enterprises, Inc. to perform the work.

**Committee/Commission Action:** None.



**Background Information:**

In June 2003, the City purchased the property at 918 Del Paso Road for use as a North Area Corporation Yard for City operations. The property was formerly owned by Consolidated Freightways, a trucking company, and there are six underground storage tanks that were used to store fuel, oil, and antifreeze. The existing tanks need to be removed because they are not compatible with City operations and are not in compliance with current standards and regulations for underground storage tanks and piping.

A consultant was retained to develop a specification to be used to solicit bids for underground storage tank removal and surface restoration. Work includes:

- Saw cutting, removal and demolition of concrete slab areas.
- Excavation and removal of six underground storage tanks.
- Removal and demolition of five fuel dispensers and associated underground piping including existing electrical, antifreeze and motor oil supply lines.
- Removal of existing overhead piping including vent lines, compressed air, water, electrical, motor oil and diesel fuel lines in the vicinity of the fueling area and the fleet maintenance building.

AES Enterprises, Inc. submitted the lowest responsive bid in the amount of \$213,793. The results of the bids are shown in Attachment A. This report requests City Council approval of the plans and specifications, and authorization to contract with AES Enterprises, Inc. to perform the work.

**Financial Considerations:**

As of August 5, 2005, the NACY Sight Acquisition CIP (BC16) has an un-obligated balance of \$714,797 which is sufficient to award the contract with AES Enterprises, Inc. in the amount of \$213,793 (Fund 712).

**Environmental Considerations:**

This project was previously analyzed in a Negative Declaration that was completed as part of the overall NACY Master Plan when the site was acquired. In addition, although the City will be overseeing the contractor's work, the California Regional Water Quality Control Board has jurisdiction over the project site and remediation issues.

**Policy Considerations:**

The action requested herein is consistent with the City's goal to achieve sustainability and enhance livability. It is also consistent with the master plan developed for the North Area Corporation Yard site.

**Emerging Small Business Development (ESBD):**

The contractor meets the 20% participation level for ESBDs.

Respectfully Submitted by:

  
Robert Summersett,  
Fleet Manager

Approved by:

  
FOR Rena J. Schwartz  
Director, Department of General Services

Recommendation Approved:

  
ROBERT P. THOMAS  
City Manager

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**Attachment A**

***North Area Corp Yard Tank Removal Bid Results***

Bid Closing Date 7/27/05

<b>Bidder</b>	<b>Bid Amount</b>	<b>SBE %</b>
AES Enterprises, Inc.	\$213,793.12	22.50%
General Environmental	\$246,301.38	100.00%
Ramcon	\$272,782.55	100.00%
Geofon, Inc.	\$367,205.20	25.50%
Delta Oilfield Services	\$374,400.00	100.00%

**RESOLUTION NO.**

Adopted by the Sacramento City Council

August 30, 2005

**NORTH AREA CORPORATION YARD TANK REMOVAL (BC16)**

**BACKGROUND**

- A. The North Area Corporation Yard (NACY), 918 Del Paso Road, Sacramento, has six underground storage tanks, related piping and fueling infrastructure that are incompatible with City operations, are not in compliance with current standards and regulations and must be removed.
- B. Plans and specifications for the tank removal and associated work were developed and bids solicited and received.
- C. The lowest responsive bid was received from AES Enterprises, Inc. for \$213,793.

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

- Section 1. The plans and specifications are approved;
- Section 2. The lowest responsive bid of AES Enterprises, Inc. in the amount of \$213,793 is accepted; and
- Section 3. The City Manager is authorized to execute a contract with AES Enterprises for underground storage tank and related piping removal and surface restoration (712-500-BC16).