

Council/Agency Meeting Held: _____	_____ City Clerk's Signature
Deferred/Continued to: _____	
<input type="checkbox"/> Approved <input type="checkbox"/> Conditionally Approved <input type="checkbox"/> Denied	
Council Meeting Date: 2/7/2005	Department ID Number: PW 05-008

**CITY OF HUNTINGTON BEACH
REQUEST FOR CITY COUNCIL ACTION**

SUBMITTED TO: HONORABLE MAYOR AND CITY COUNCIL MEMBERS

SUBMITTED BY: *Penelope Culbreth Graft*
PENELOPE CULBRETH-GRAFT, CITY ADMINISTRATOR

PREPARED BY: *RAUL* RAUL EMERY, ACTING DIRECTOR OF PUBLIC WORKS *RAUL*

SUBJECT: *RAUL* **Reject all Bids for Warner Avenue Gravity Sewer CC# 1182-A**

Statement of Issue, Funding Source, Recommended Action, Alternative Action(s), Analysis, Environmental Status, Attachment(s)

Statement of Issue: On December 21, 2004, bids were received for the Warner Avenue Gravity Sewer Project, CC-1182-A. Staff recommends that all bids be rejected due to the bids received being substantially in excess of estimated cost. Staff will work with the design consultant to review the projects and determine the best course of action.

Funding Source: Funds are budgeted in the Sewer Service Fund, 51185201.82600. Funding for this project includes Sewer Service Charge User Fees and an agreement with the Seal Beach Sanitary District. The engineer's cost estimate for this project was \$3,300,000.

Recommended Action: Motion to:

1. Reject all bids.
2. Authorize staff to readvertise the project if, after a detailed review, an alternative design proves feasible.

Alternative Action(s):

Do not reject all bids at this time and direct staff on how to proceed.

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E-4

REQUEST FOR ACTION

MEETING DATE: 2/7/2005

DEPARTMENT ID NUMBER: PW 05-008

Analysis: This project would construct 4,100 feet of new gravity sewer main in Pacific Coast Highway and Warner Avenue, allowing for the abandonment of existing Lift Stations "B" and "C". The project was to be built in conjunction with the replacement of Sewer Lift Station "D" and the force main located at the intersection of Warner Avenue and Los Patos Avenue.

The construction of the new gravity sewer was intended to save both capital and operating costs by reducing the number of sewage lift stations to be maintained. The project would eliminate the need for the existing "B" and "C" stations. Due to the differing construction methods for the gravity sewer and the lift station, the projects were separated into two separate construction packages to be bid independently. The estimated construction cost for the gravity sewer was \$3.3 million.

Bids were opened publicly on December 21, 2004, and are listed in ascending order:

<u>Bidding Contractor</u>	<u>Bid Amount</u>
1. BRH-Garver	\$6,602,500.00
2. Frank Callucio Construction	\$7,192,800.00
3. Michels Pipeline	\$8,524,600.00
4. Mladen Buntich	\$8,688,000.00
5. Affholder, Inc.	\$9,080,500.00

In the post-bid analysis, it was discovered that the skyrocketing cost of steel and the specialized construction method, contributed to the bids coming in significantly higher than anticipated. Staff is currently reviewing the design with the City's design consultant, as well as the bidders, to determine if alternative construction methods are available in an effort to reduce the cost of this project.

Public Works Commission Action: The Public Works Commission reviewed and unanimously approved this project on June 18, 2003.

Environmental Status: Pursuant to the California Environmental Quality Act (CEQA), the project requires a negative declaration. COASTAL DEVELOPMENT PERMIT 03-15 and MITIGATED NEGATIVE DECLARATION NO. 03-01 were acted upon by the Zoning Administrator of the City of Huntington Beach on November 17, 2004, and conditionally approved.

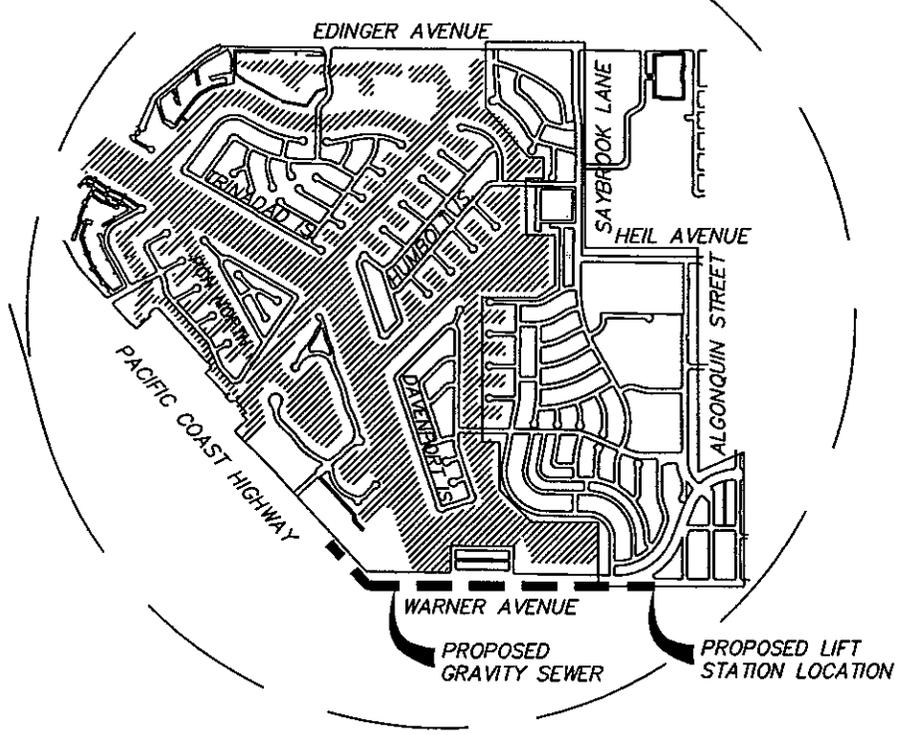
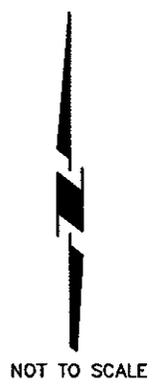
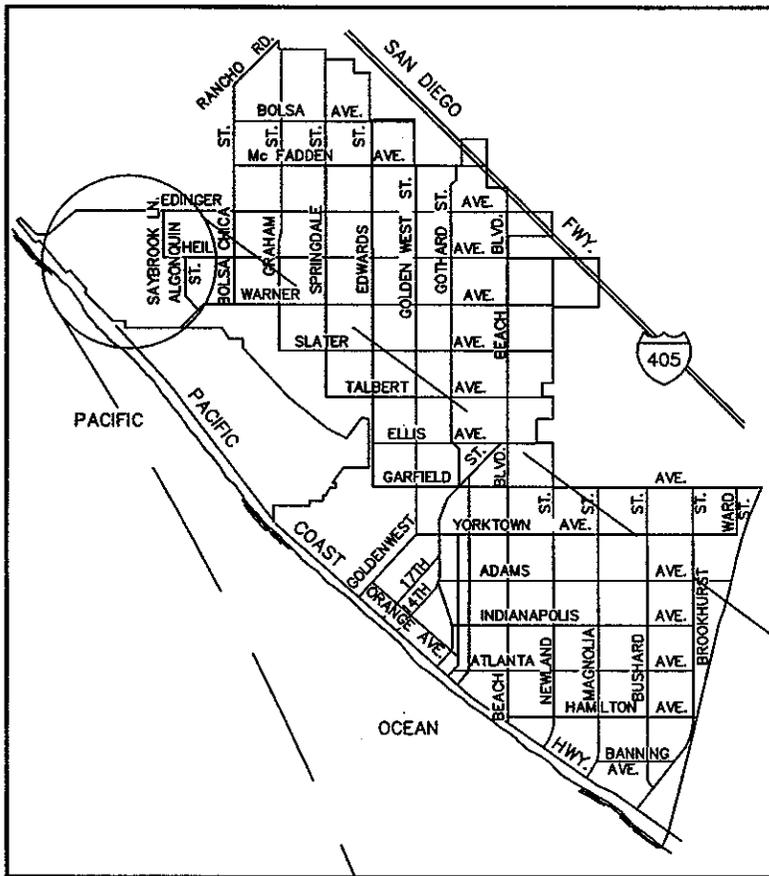
Attachment(s):

City Clerk's Page Number	No.	Description
3	1.	Location Map

E-4.2

E-4.3

ATTACHMENT #1



E-4.4

LIFT STATION D & WARNER GRAVITY SEWER LOCATION MAP

CITY OF HUNTINGTON BEACH
DEPARTMENT OF PUBLIC WORKS

