Sterm - 51 (0-2016-26) 11/3/15

ORDINANCE NUMBER O- 20574 (NEW SERIES)

DATE OF FINAL PASSAGE NOV 2 0 2015

AN ORDINANCE AMENDING CHAPTER 2, ARTICLE 2, DIVISION 33 OF THE SAN DIEGO MUNICIPAL CODE BY AMENDING SECTION 22.3310, RELATING TO MULTIPLE AWARD CONSTRUCTION CONTRACT PROGRAM STREAMLINING MEASURE IMPLEMENTATION.

WHEREAS, on April 10, 2012, the Council of the City of San Diego (City Council) approved the Multiple Award Construction Contract (MACC) Program as a pilot program to be utilized for implementation of the City's Capital Improvement Program (CIP); and

WHEREAS, this action amends the San Diego Municipal Code to increase the Mayor's authority to award task orders for the MACC Program from \$10,000,000 to \$30,000,000, to eliminate the three year limitation to compete for task orders, and to remove the June 30, 2017 sunset date of the original pilot program; NOW, THEREFORE,

BE IT ORDAINED, by the Council of the City of San Diego, as follows:

Section 1. That Chapter 2, Article 2, Division 33 of the San Diego Municipal Code is amended by amending Section 22.3310, to read as follows:

### **Article 2: Administrative Code**

## **Division 33: Design-Build Contracts**

# §22.3310 Multiple Award Design-Build Contracts

The City may award *design-build* contracts to more than one *design-build entity* in which the *design-build entities* compete for public works projects on a *task order* basis, under the following conditions:

(a) The City issues a request for qualifications or proposals generally describing the types of public works projects anticipated to be

- performed under the multiple award *design-build* contracts, and the evaluation criteria to be used to determine which *design-build* entities will be awarded contracts.
- (b) The City Council approves the award of the multiple award *design-build* contracts.
- (c) Only the *design-build entities* awarded multiple award *design-build* contracts are eligible to compete for the public works projects submitted to them by the City, with the winning *design-build entity* determined in accordance with Section 22.3308. The winning *design-build entity* is awarded the public works project through the issuance of a *task order*.
- (d) No multiple award *design-build* contract may guarantee a *design-build* entity cumulative task orders in excess of \$50,000.
- (e) A *task order* may not exceed \$30,000,000 without City Council approval.
- (f) The cumulative amount of *task orders* issued to all *design-build*entities awarded contracts through each request for qualifications or proposals may not exceed \$100,000,000 without City Council approval.
- (g) Every request for proposals for a *task order* that the City estimates to cost over \$1,000,000 shall include mandatory minimum participation by Small Local Business Enterprises and/or Emerging Local Business Enterprises, as defined in Section 22.3603.

The City Manager may include mandatory minimum participation by Small Local Business Enterprises and/or Emerging Local Business Enterprises in requests for proposals for *task orders* estimated to cost \$1,000,000 or less. The City Manager may also include mandatory minimum participation by Disabled Veteran Business Enterprises in any request for proposal for a *task order*.

- (1) The City Manager shall determine the levels of mandatory minimum participation for Small Local Business Enterprises,

  Emerging Local Business Enterprises, and Disabled Veteran

  Business Enterprises on a project-by-project basis, and include the mandatory minimum participation levels in the request for proposals for each *task order*.
- (2) Notwithstanding Sections 22.3609 and 22.3610, good faith efforts by the *design-build entity* shall not satisfy the mandatory minimum participation levels required by Section 22.3310(h)(1).
- (3) Any *design-build entity* awarded a *task order* who fails to achieve the required mandatory minimum participation levels in the request for proposals shall be ineligible to compete for further *task orders* under that multiple award *design-build* contract.

Section 2. That Chapter 2, Article 2, Division 33 of the San Diego Municipal Code is amended to remove the June 30, 2017 sunset date from the current MACC Program, by deleting Section 22.3310(i).

Section 3. That a full reading of this ordinance is dispensed with prior to passage, a written copy having been made available to the Council and the public prior to the day of its passage.

Section 4. That this ordinance shall take effect and be in force on the thirtieth day from and after its final passage.

APPROVED: JAN I. GOLDSMITH, City Attorney

By

Mark M. Mercer Deputy City Attorney

MMM:cw 09/28/15

Or.Dept: Public Works/Engineering

CC No.: N/A Doc. No.: 1075584

# 5/ (0-2016-26) /0/19/15

#### STRIKEOUT ORDINANCE

**OLD LANGUAGE: Struck Out** 

**NEW LANGUAGE: Double Underline** 

ORDINANCE NUMBER O	(NEW SERIES)
DATE OF FRIAL RACCA OF	
DATE OF FINAL PASSAGE	

AN ORDINANCE AMENDING CHAPTER 2, ARTICLE 2, DIVISION 33 OF THE SAN DIEGO MUNICIPAL CODE BY AMENDING SECTION 22.3310, RELATING TO MULTIPLE AWARD CONSTRUCTION CONTRACT PROGRAM STREAMLINING MEASURE IMPLEMENTATION.

**Article 2: Administrative Code** 

**Division 33: Design-Build Contracts** 

## §22.3310 Multiple Award Design-Build Contracts

The City may award *design-build* contracts to more than one *design-build* entity in which the *design-build* entities compete for public works projects on a *task* order basis, under the following conditions:

- (a)-(c) [No change in text.]
- (d) The period for competition and award of task orders under multiple

  award design build contracts shall not exceed three years. Multiple

  award design build contracts may have a duration of longer than three

  years only as necessary to complete outstanding task orders that were

  awarded within the three year period.

- (e)(d) No multiple award design-build contract may guarantee a design-build entity cumulative task orders in excess of \$50,000.
- (f)(e) A task order may not exceed \$10,000,000 \$30,000,000 without City Council approval.
- (g)(f) The cumulative amount of *task orders* issued to all *design-build*entities awarded contracts through each request for qualifications or proposals may not exceed \$100,000,000 without City Council approval.
- (h)(g) Every request for proposals for a *task order* that the City estimates to cost over \$1,000,000 shall include mandatory minimum participation by Small Local Business Enterprises and/or Emerging Local Business Enterprises, as defined in Section 22.3603.

The City Manager may include mandatory minimum participation by Small Local Business Enterprises and/or Emerging Local Business Enterprises in requests for proposals for *task orders* estimated to cost \$1,000,000 or less. The City Manager may also include mandatory minimum participation by Disabled Veteran Business Enterprises in any request for proposal for a *task order*.

(1) The City Manager shall determine the levels of mandatory minimum participation for Small Local Business Enterprises, Emerging Local Business Enterprises, and Disabled Veteran Business Enterprises on a project-by-project basis, and include

(O-2016-26)

the mandatory minimum participation levels in the request for

proposals for each task order.

(2) Notwithstanding Sections 22.3609 and 22.3610, good faith

efforts by the design-build entity shall not satisfy the

mandatory minimum participation levels required by

Section 22.3310(h)(1).

(3) Any design-build entity awarded a task order who fails to

achieve the required mandatory minimum participation levels

in the request for proposals shall be ineligible to compete for

further task orders under that multiple award design-build

contract.

(i) The City shall not award a new task order under a multiple award

design-build contract after June 30, 2017.

MMM:cw

09/28/15

Or.Dept: Public Works/Engineering

CC No.: N/A

Doc. No.: 1075586

-PAGE 3 OF 3-

Passed by the Council of The City of San Diego on		n NOV <b>0</b>	<b>3</b> 2015, by	y the following vote:				
Councilmembers	Yeas	Nays	Not Present	Recused				
Sherri Lightner	$ ot\!\!\!/$							
Lorie Zapf	otin							
Todd Gloria								
Myrtle Cole	ĺΣ							
Mark Kersey	Ž							
Chris Cate	Ň							
Scott Sherman	$\square$							
David Alvarez	$\mathbf{Z}$							
Marti Emerald								
Date of final passage AUTHENTICATED BY:	NOV <b>2 0</b> 2015		KEVIN L. FA					
(Seal)		City	ELIZABETH S) MALAND City Clerk of The City of San Diego, California.  By Deputy					
I HEREBY CERT had elapsed between the d	2015	ordinance was not the day of its f	inal passage, to wit	, on	days			
	TIFY that said ordinand of five members of the C	ce was read in fu Council, and that	Il prior to passage of a written copy of the day of its passage.	e ordinance was m	nade			
		Office of Ordinance N	the City Clerk, Sa	n Diego, Californ	ia			