Stem - 56 5/15/18 (0-2018-96)

ORDINANCE NUMBER O- 20932 (NEW SERIES)

DATE OF FINAL PASSAGE MAY 2 2 2018

AN ORDINANCE AMENDING CHAPTER 2, ARTICLE 2, DIVISION 36 OF THE SAN DIEGO MUNICIPAL CODE BY AMENDING SECTION 22.3612 RELATING TO MINOR PUBLIC WORKS CONTRACTS.

WHEREAS, the City seeks to streamline the solicitation and award process for small construction contracts that are funded by the City's operation and maintenance budget; NOW, THEREFORE,

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

Section 1. That Chapter 2, Article 2, Division 36 of the San Diego Municipal Code is amended by amending section 22.3612, to read as follows:

Article 2: Administrative Code

Division 36: Small and Local Business Program for Public Works Contracts

§22.3612 Solicitation of Bids for and Award of Minor Public Works Contracts Valued at \$250,000 and Under

- (a) Minor public works contracts valued at \$250,000 or less shall be awarded through a competitive bid process open only to businesses listed on the *ELBE* eligibility list. If there are no businesses on the *ELBE* eligibility list that have the requisite licenses for the *contract*, the competitive bid process will also be open to *SLBEs*.
- (b) For a public works project previously identified and appropriated through the Annual Capital Improvements Program budget, the City Manager shall award the *minor public works contract* to the lowest responsible and reliable *ELBE bidder*. If there are no *bidders* or responsive bids, the City

- Manager may follow the advertising, bidding, and award procedures for *major public works contracts* valued at more than \$500,000 but less than \$1,000,000 as set forth in Section 22.3610.
- (c) For a public works project that was not previously identified and appropriated through the Annual Capital Improvements Program budget, the *minor public works contract* shall be solicited and awarded by the following methods:
 - (1) For *minor public works contracts* equal to or less than \$100,000, the City Manager shall request written price quotations from at least three businesses on the *SLBE* or *ELBE* eligibility lists. The City Manager may request additional written price quotations from any contractors with the requisite license(s) for the contract if less than three businesses on the lists have the requisite license(s) for the contract.
 - (2) For *minor public works contracts* greater than \$100,000 but equal to or less than \$250,000, the City Manager shall request written price quotations from at least five businesses on the *SLBE* or *ELBE* eligibility lists. The City Manager may request additional written price quotations from any contractors with the requisite license(s) for the contract if there are less than five businesses on the lists that have the requisite license(s) for the *contract*.
 - (3) The City Manager shall award the contract to the contractor with the written price quotation offering the best value to the City, considering factors such as price, unit cost, life cycle cost,

(O-2018-96)

economic cost analysis, operating efficiency, warranty and quality,

compatibility with existing equipment, maintenance costs,

experience and qualification of the contractor, when the contractor

can start and complete the project, and any additional factors the

City Manager deems relevant.

Nothing in this section shall limit the City Manager's right to reject all (d)

bids pursuant to Section 22.3015.

Section 2. 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 3. That this ordinance shall take effect and be in force on the thirtieth day from

and after its final passage.

APPROVED: MARA W. ELLIOTT, City Attorney

By

Mark M. Mercer

Deputy City Attorney

MMM:cw

03/21/18

Or.Dept: Purchasing & Contracts

CC No.: N/A

Doc. No.: 1701376

| I hereby certify that the foregoing Ordinan San Diego, at this meeting of | ce was passed by the Council of the City of MAY 15 2018 |
|---|---|
| | ELIZABETH S. MALAND City Clerk |
| | By Departy City Clerk |
| Approved: 5/21/18 | their lels |
| (date) [/] | KEVIN L. FAULCONER, Mayor |
| Vetoed: | · |
| (date) | KEVIN L. FAULCONER, Mayor |

"The date of final passage is May 22, 2018, which represents the day this ordinance was returned to the Office of the City Clerk with the Mayor's signature of approval."

| Passed by the Council of The City of San Dieg | | on MAY 15 2018 | | , by the following vote: | |
|---|--|---|--|--------------------------------------|--|
| Councilmembers | Yeas | Nays | Not Present | Recused | |
| Barbara Bry | Ø | | | | |
| Lorie Zapf | \mathbb{Z} | | | | |
| Chris Ward | \mathbb{Z} | | | | |
| Myrtle Cole | | | \mathbb{Z} | | |
| Mark Kersey | \mathbf{Z}_{\cdot} | | | | |
| Chris Cate | \mathbb{Z} | | | | |
| Scott Sherman | | | $ ot \hspace{-1em} \not \hspace{-1em} \hspace{-1em} \not \hspace{-1em} -1$ | | |
| David Alvarez | Z_{\cdot} | | | | |
| Georgette Gomez | 7 | | | | |
| Date of final passageMA | Y 2 2 2018 | | | | |
| | | KEVIN L. FAULCONER | | | |
| UTHENTICATED BY: | | M | ayor of The City of | San Diego, California. | |
| (Seel) | | City | | S. MALAND | |
| (Seal) | | City Clerk of The City of San Diego, California. | | | |
| | | Ву | Sty Phio | , Deputy | |
| I HEREBY CERTIFY the lapsed between the day of its in APR 24 20 | troduction and the da | y of its final | passage, to wit, on | til twelve calendar days had 2 2018 | |
| | that said ordinance e members of the Co | was read in ouncil, and t | full prior to passag | ge or that such reading was | |
| (Seal) | | ELIZABETH S. MALAND City Clerk of The City of San Diego, Cali | | | |
| | | Ву | Sty Mean | , Deputy | |
| | | Office of the City Clerk, San Diego, California | | | |
| ÷ | Ordina | ance Numbe | or O | 209 32 | |

STRIKEOUT ORDINANCE

OLD LANGUAGE: Struck Out

NEW LANGUAGE: Double Underline

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DATE OF FINAL PASSAGE MAY 22, 2018

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- (b) For a public works project previously identified and appropriated through the Annual Capital Improvements Program budget, the City Manager shall award the minor public works contract to Tthe lowest responsible and reliable ELBE bidder shall be awarded the public works contract. If there are no responsible bidders or responsive bids, the City Manager shallmay follow the advertising, bidding, and award procedures for major public

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economic cost analysis, operating efficiency, warranty and quality, compatibility with existing equipment, maintenance costs, experience and qualification of the contractor, when the contractor can start and complete the project, and any additional factors the City Manager deems relevant.

(e)(d) Nothing in this section shall limit the City Manager's right to reject all bids <u>pursuant to Section 22.3015</u>in the event that all bids received exceed the City's projected costs for a particular <u>public works contract</u>.

MMM:cw 03/21/18 06/14/18 COR. COPY

Or.Dept: Purchasing & Contracts

CC No.: N/A

Doc. No.: 1692679_3