

EXECUTIVE SUMMARY SHEET

DATE REPORT ISSUED:	May 16, 2006	REPORT NO.:
ATTENTION:	Council President and City Council	
ORIGINATING DEPARTMENT:	MWWD	
SUBJECT:	General Requirements Contract 2006A - General Engineering Contract	
COUNCIL DISTRICT(S):	Citywide	
STAFF CONTACT:	Leigh Ann Derbawka (858) 614-5767	

REQUESTED ACTION:

Approval to advertise and award the General Requirements Contract 2006A - General Engineering for emergency, urgent, and as-needed construction projects in the public right-of-way and at the MWWD facilities.

STAFF RECOMMENDATION:

Approve this action to advertise and award the General Requirements Contract 2006A - General Engineering. General Requirements Contracting has been instrumental in constructing maintenance and repair projects quickly and cost effectively.

EXECUTIVE SUMMARY:

For the last nine years, the City has entered into General Requirements Contracts (GRCs), formerly referred to as Job Order Contracts (JOCs), with various contractors. The main objective of the GRCs is to execute emergency, maintenance, repair, and general engineering construction projects.

The Metropolitan Wastewater Department (MWWD) issues four types of GRCs: General Engineering, Mechanical Systems, Electrical Systems, and Landscape Habitat Maintenance. The work is assigned to one of the contracts based on the type of work and the location of the work. This action is for approval to advertise and award General Requirements Contract 2006A - General Engineering, in an amount not to exceed \$1,000,000 for one (1) year with an option to extend the contract for up to an additional \$1,000,000 and up to one (1) additional year.

Each GRC is competitively procured. The contractor bids a factor or multiplier which is applied to all of the prices in a unit price book, which is part of the contract documents. The contractor with the lowest factor and a responsive, responsible bid is awarded the contract. The City is under no obligation to pay the contractor any more than a \$50,000 minimum contract obligation. Therefore, the contractor has an incentive to deliver quality work in a timely fashion in order to get additional work. Furthermore, the Mayor or his designee may use performance and adherence to the contract as criteria to extend the contract for up to an additional year and up to an additional \$1,000,000.

The specific tasks to be executed under this contract have not been identified. All tasks are executed in accordance with the California "Subletting and Subcontracting Fair Practices Act" (Public Contract Code Section 4100 ET SEQ). Under this contracting system, a contractor that conducts or participates in bid shopping or bid peddling shall not receive any additional tasks under this contract and such conduct shall be grounds for default by the City. The continuation of the General Requirements Contract will enable MWWD to achieve its objective of rapidly engaging contractors in critical and necessary work while lowering costs.

Tasks issued to this contract are typically underground utility or repair projects and site work such as grading, paving, and concrete to protect or repair sewer infrastructure.

MWWD, in conjunction with other City Departments has met with Local 127 and proposed a process to identify any potential work that could be carried out by their members.

FISCAL CONSIDERATIONS:

Funds in the amount of \$1,000,000 for this contract are available in Fiscal Year 2006 in CIP and Operating Sewer Funds 41506, 41508, and 41509, and Storm Water Pollution Prevention Division Fund 100. Should the contract be extended, funds for up to an additional \$1,000,000 are contingent upon the City Auditor certifying funds are available for this purpose.

PREVIOUS COUNCIL and/or COMMITTEE ACTION:

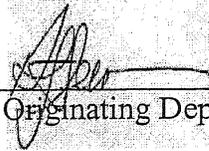
None

COMMUNITY PARTICIPATION AND PUBLIC OUTREACH EFFORTS:

After a task is identified and assigned to a GRC Contract, community participation and outreach is coordinated and managed by the construction management team. This contract will be reviewed by the Metro TAC Committee and the Metro Commission in June 2006. The Metro Commission is made up of the sixteen participating agencies of the Metropolitan Sewerage System.

KEY STAKEHOLDERS & PROJECTED IMPACTS (if applicable):

American Federation of State, County and Municipal Employees Local 127 is concerned that this contract could take jobs away from City employees. The City has proposed a process to identify any potential work that could be carried out by City staff.



Originating Department



Deputy Chief/Chief Operating
Officer