

**EVALUATION OF BID
PROPOSALS**

FOR: REBID REQUIREMENTS CONTRACT TO FURNISH & INSTALL POLYETHYLENE
WATER SERVICE REPLACEMENTS

Bid File No. 9629
Bid Opening: 05/10/2022

BIDDERS

TOTAL NET BID AMOUNT

1. West Valley Construction Company Inc. 1981 N. Parkway Drive Fresno, CA 93705	\$3,189,673.00
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Each bidder has agreed to allow the City of Fresno (City) sixty-four (64) days from date bids are opened to accept or reject their bid proposal. Purchasing requests that you complete the following sections and return this bid evaluation to the Purchasing Unit at the latest by Monday, May 24, 2022, 5:00 P.M.

The Budget Allocation for this expenditure is \$2,000,000. The contract price is above the Budget Allocation. If the overage is greater than 10% or only one bid was received, give explanation:

The sole bid proposal submitted by West Valley Construction Company Inc., in the amount of \$3,189,673 is 59% above the Budget Allocation of \$2,000,000 and is deemed excessively high.

BACKGROUND OF PROJECT (To be completed by Evaluating Department/Division. Explain need for project/equipment):

The DPU, Water Division, installs and maintains infrastructure which includes residential and commercial services ranging in size from ¾-inch to 2-inch. The services have typically been constructed of various material types including galvanized steel, copper, and polyethylene. The polyethylene services, which were industry standards at the time of installation, have been failing due to substandard material issues. Water Division personnel have been replacing the failing polyethylene services on an as-needed basis. The contracting of service replacements was an attempt to free Water Division's personnel to fulfill other work and minimize cost of service replacements.

The sole bid proposal submitted by West Valley Construction Company, Inc., in the amount of \$3,189,673 exceeds the Engineers' Estimate of \$2,000,000 and was deemed excessively high during the bid evaluation process. Staff recommends City Council reject the bid.

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DEPARTMENT CONCLUSIONS AND RECOMMENDATION:

Award a contract in the amount of \$ _____
to _____
as the lowest responsive and responsible bidder.

Remarks:

Reject all bids. Reason: The sole received bid is excessively high.

Department Head Approval



Brock D. Buche, PE, PLS

Title: Director of Public Utilities

Date: July 12, 2022

Approve Dept. Recommendation

Approve GSD/Purchasing Recommendation

Disapprove

Disapprove

See Attachment

GENERAL SERVICES DEPARTMENT

CITY MANAGER


Purchasing Manager 07/21/2022
Date


City Manager or Designee 07/21/2022
Date


General Services Director 7/21/22
Date

FISCAL IMPACT STATEMENT

PROGRAM: REQUIREMENTS CONTRACT FOR POLYETHYLENE WATER SERVICE
REPLACEMENTS

PROJECT ID: WC00095 PC BU: DPU
FUND: 41001 ORG: 411501

<u>RECOMMENDATION</u>	<u>TOTAL OR CURRENT</u>	<u>ANNUALIZED COST</u>
Direct Cost	<u>N/A</u>	<u>N/A</u>
Indirect Cost	<u>N/A</u>	<u>N/A</u>
TOTAL COST	<u>N/A</u>	<u>N/A</u>
Additional Revenue or Savings Generated	<u>N/A</u>	<u>N/A</u>
Net City Cost	<u>N/A</u>	<u>N/A</u>
Amount Budgeted (If none budgeted, identify source)	<u>N/A</u>	<u>N/A</u>