



CITY OF LODI

COUNCIL COMMUNICATION

AGENDA TITLE: Authorize Sole-Source Purchase of Kettleman Lane Wastewater Pump Station Equipment

MEETING DATE: September 3, 1997

PREPARED BY: Public Works Director

RECOMMENDED ACTION: That the City Council adopt the attached resolution authorizing the sole-source purchase of a Smith & Loveless, Inc. factory-built automatic wastewater pump station at a total cost not to exceed \$70,000, appropriate an additional \$20,000, and authorize advertisement for installation bids.

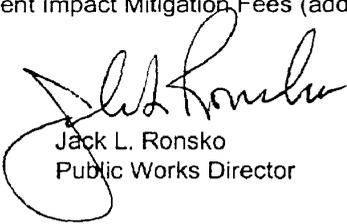
BACKGROUND INFORMATION: At its October 16, 1996 meeting, the City Council directed staff to proceed with design engineering for a wastewater pumping station at the future intersection of Mills Avenue and Tienda Drive. The project will be funded by development fees. The City has already committed \$50,000 from the

Wastewater Development Impact Mitigation Fee Fund and the balance of the roughly \$175,000 project will come from area developer contributions.

All the five existing permanent wastewater pump stations in the City consist of a manufactured steel shell and pump assembly, installed underground, from Smith & Loveless, Inc. All were installed by developers to City specifications and we have been informally standardizing on these units. They are very high-quality units and are relatively easy to maintain. With the City taking the lead on this project, our plan was to go to bid on the complete installation and specify the Smith & Loveless unit. However, two issues have become apparent. One is that we can save some contractor markup if we purchase the unit and furnish it to the contractor. The other is that this long-lead item (roughly 16 weeks) will significantly delay completion of the project if we leave the purchase as part of the installation contract. This means that the "clock" would not start until well after bids were solicited and a contract awarded. According to Baumbach & Piazza, who is designing the project under contract with the City, the installation plans and specifications will be ready to advertise in September 1997 and the contract would be awarded about six weeks later. With the proposed arrangement, the manufacturing would start in a few weeks. Since the installation is relatively straightforward, the project would be completed in January/February 1998. This meshes reasonably well with the Handel retirement home project, under construction on Kettleman Lane, and is the first project that needs this facility in order to operate.

The actual quote from the manufacturer for the lift station, including a corrosion protection system, is \$68,025. However, our review of the submittal material, which includes the exact equipment and accessories to be furnished, is incomplete as of this writing. The request for \$70,000 allows for minor changes in the equipment to be furnished and for additional startup services should they be necessary.

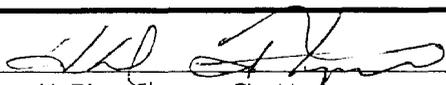
FUNDING: \$70,000 - Wastewater Development Impact Mitigation Fees (add \$20,000 appropriation to existing project account)


Jack L. Ronsko
Public Works Director

Prepared by Richard C. Prima, Jr., City Engineer

cc: City Attorney
Associate Civil Engineers Welch and Chang
Water/Wastewater Superintendent
Joe Handel
Baumbach & Piazza

APPROVED: _____


H. Dixon Flynn -- City Manager

RESOLUTION NO. 97-129

A RESOLUTION OF THE LODI CITY COUNCIL APPROVING THE
SOLE SOURCE PURCHASE OF KETTLEMAN LANE WASTEWATER
PUMP STATION EQUIPMENT, AND APPROPRIATING ADDITIONAL
FUNDS TO COVER THIS PROJECT, AND AUTHORIZE
ADVERTISEMENT FOR INSTALLATION BIDS

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WHEREAS, Lodi Municipal Code, §3.20.070, authorizes dispensing with bids for purchases of supplies, services or equipment when it is in the best interests of the City to do so; and

WHEREAS, at its October 16, 1996 meeting, the City Council directed staff to proceed with the design engineering for a wastewater pumping station at the future intersection of Mills Avenue and Tienda Drive; and

WHEREAS, the project will be funded by development fees, the City has already committed \$50,000.00 from the Wastewater Development Impact Mitigation Fee Fund and the balance of the \$175,000.00 project will come from area developer contributions; and

WHEREAS, all five existing permanent wastewater pump stations in the City consist of a manufactured steel shell and pump assembly, installed underground, from Smith & Loveless, Inc., and all were installed by developers to city specifications, and we have been informally standardizing on these units; and

WHEREAS, with the City taking the lead on this project, the plan was to bid the complete installation and specify the Smith & Loveless unit; and

WHEREAS, two issues have become apparent: 1) the City can save some contractor markup if we purchase the unit and furnish it to the contractor and 2) that this long-lead item (roughly 16 weeks) will significantly delay completion of the project if we leave the purchase as part of the installation contract;

WHEREAS, the actual quote from the manufacturer for the lift station, including a corrosion protection system is \$68,025.00; however, our review of the submittal material, which includes the exact equipment and accessories to be furnished is incomplete, and the request for \$70,000.00 allows for minor changes in the equipment to be furnished and for additional startup services should they be necessary; and

NOW, THEREFORE, BE IT RESOLVED, that the Lodi City Council hereby approves the sole source purchase of a Smith & Loveless, Inc. factory-built automatic wastewater pump station in the amount not to exceed \$70,000.00; and

BE IT FURTHER RESOLVED, that an additional \$20,000.00 be appropriated from the Wastewater Development Impact Mitigation Fee fund to cover this project; and

BE IT FURTHER RESOLVED that the City Council hereby authorizes advertisement for installation bids.

Dated: September 3, 1997

I hereby certify that Resolution No. 97-129 was passed and adopted by the City Council of the City of Lodi in a regular meeting held September 3, 1997, by the following vote:

AYES: COUNCIL MEMBERS -

NOES: COUNCIL MEMBERS -

ABSENT: COUNCIL MEMBERS -

ABSTAIN: COUNCIL MEMBERS -

ALICE M. REIMCHE
City Clerk