

CITY COUNCIL AGENDA MEMORANDUM

SUBJECT

Motion to award Bid No. 16086 for Issaquah Master Meter Project to Bonner Brothers Construction, Inc., as the lowest responsible and responsive, bidder in the amount of \$165,158.85 (CIP Plan No. W-69).

FISCAL IMPACT

Awarding this bid commits the City to payment of \$165,158.85. This contract is fully funded through the Utility's Minor (Small) Water Capital Improvement Projects (CIP Plan No. W-69). This amount is approximately 4.8% below the Engineer's Estimate. Sufficient funds have been budgeted to fund this contract in the 2015-2021 Utilities CIP Budget. Per the executed Agreement with Issaquah, Bellevue Resolution 8981, full cost recovery for this work will be paid by Issaquah when the work is completed.

STAFF CONTACTS

Nav Otal, Director, 452-2041

Paul A. Bucich, Assistant Director of Engineering, 452-4596

Utilities Department

POLICY CONSIDERATION

State Interlocal Cooperation Act:

- The City of Bellevue and the City of Issaquah strive to provide the most efficient means of providing water/sewer services to our customers. Bellevue and the City of Issaquah are authorized to enter into an Agreement under the State Interlocal Cooperation Act, Chapter 39.34 RCW to undertake joint or cooperative action. An Agreement was executed by Council Resolution 8981, transferring service for water and sewer effective 1/1/2017.

Growth Management Act:

- Residents of the City of Issaquah in the South Cove / Greenwood Point area are provided water and sewer services by the City of Bellevue. Issaquah's assumption of water and sewer utilities in the South Cove / Greenwood Point area will allow the City of Issaquah to provide utility services to its residents, which is consistent with the Growth Management Act (RCW 36.70A.110(4)).

Utilities Department practice:

- The Utilities Water System Plan, provides for the investment of resources as necessary to construct, maintain and renew water system infrastructure and equipment so that Utility customers are provided with consistent, reliable service. CIP Plan No. W-69 has been designated to do this.

City contracting policies:

- Bellevue City Code section 4.28.040 requires the City to competitively bid public works in accordance with the Code and state law. Council approval is required to award the bid where the cost exceeds \$90,000.

BACKGROUND

The City of Issaquah annexed the South Cove/Greenwood Point area in 2006. In 2014, the cities of Bellevue and Issaquah agreed to work together in good faith to allow Issaquah to assume water and sewer service for this area. Bellevue and the City of Issaquah entered into an Agreement under the State Interlocal Cooperation Act, Chapter 39.34 RCW to transfer utility services to Issaquah for these residents. The Agreement was adopted with the passing of Bellevue Resolution 8981. The effective date of the assumption of the South Cove/Greenwood Point area by the City of Issaquah is January 1, 2017.

The assumption area is located southeast of the City of Bellevue on the southern end of Lake Sammamish. There are approximately 1,000 Issaquah water and sewer customers in the assumption area. Issaquah will purchase water directly from the Cascade Water Alliance and will reimburse Bellevue for use of the Bellevue water system to deliver water to customers in the assumption area.

The adopted agreement sets forth certain terms and conditions for both Bellevue and Issaquah to undertake to complete the assumption. One of the terms requires Bellevue to design and construct a master meter and Issaquah to pay for these costs. The meter will be situated in Bellevue along West Lake Sammamish Parkway adjacent to the Sunset Elementary school and will measure the flow of water into and out of the South Cove/Greenwood Point area. Issaquah will use the measurements taken from this meter to submit payment to Cascade Water Alliance.

Bids were opened on September 13, 2016 and are as follows:

Bonner Brothers Construction	\$165,158.85
Kar-Vel Construction	177,781.35
R.L. Alia Company	203,199.15
Gary Harper Construction	224,231.91
Laser Underground and Earthwork	226,960.65
Engineer's Estimate	\$173,480.85

To the best of staff's knowledge, all factors that normally contribute to construction expense have been accounted for in the plans and in the Engineer's Estimate. It is our experience that construction projects of this type may result in some amount of field changes. Such claims are rigorously reviewed and only those that are clearly necessary to accomplish the intent of the contract, but have somehow not been provided for, will be paid.

EFFECTIVE DATE

If approved, this Motion becomes effective immediately upon Council adoption.

OPTIONS

1. Award Bid No. 16086 for Issaquah Master Meter Project to Bonner Brothers Construction, Inc., as the lowest responsible and responsive, bidder in the amount of \$165,158.85 (CIP Plan No. W-69).
2. Award contract to another bidder, if low bidder is rejected.
3. Reject all bids and re-bid at a later date.

RECOMMENDATION

Option No. 1. This contractor has satisfactorily performed similar projects for the City in the past.

MOTION

Move to award Bid No. 16086 for Issaquah Master Meter Project to Bonner Brothers Construction, Inc., as the lowest responsible and responsive, bidder in the amount of \$165,158.85 (CIP Plan No. W-69).

ATTACHMENTS

CIP Project Description

Vicinity Map

AVAILABLE IN COUNCIL DOCUMENT LIBRARY

N/A