



CITY OF BANNING STAFF REPORT

TO: CITY COUNCIL

FROM: Douglas Schulze, City Manager

PREPARED BY: Patrick Safari, Capital Improvement Projects Manager
Art Vela, Director of Public Works

MEETING DATE: November 12, 2024

SUBJECT: Consideration of Resolution 2024-174, Awarding a Construction Contract for Project No. 2024-06W Charles Street and Lincoln Street Non-Potable Water Booster Stations and Reservoirs to Pyramid Building and Engineering, Inc. in the amount of \$9,236,546 and Approving a 10% Contingency for a Total Project Budget Not-to-Exceed \$10,160,200.60

RECOMMENDATION:

Adopt Resolution 2024-174.

BACKGROUND:

The City recently completed the construction of a non-potable water main trunk that will deliver non-potable water from the newly constructed Well NP-1 located at the east end of the City of Banning to Sun Lakes Country Club (SLCC) located at the west end of the City of Banning.

Two (2) booster stations ("Project") are needed to achieve the delivery of non-potable water to SLCC. The Charles Street Booster Station will pump non-potable water from Well NP-1 to Lincoln Street Booster Station. The Lincoln Booster Station will then pump non-potable water to SLCC for the use on the SLCC golf courses.

On March 11, 2021, the American Rescue Plan Act (ARPA) was signed into law by the President establishing the Coronavirus State Fiscal Recovery Fund intended to provide support to state, local and tribal governments in responding to the economic impact of COVID-19. The funds were intended to be used for public health emergencies as well as for necessary investments in water infrastructure projects.

On September 13, 2022, the City Council approved Resolution 2022-123, "Approving a Funding Agreement between the County of Riverside and the City of Banning in the Amount of \$5,049,202 for Two Non-Potable Water Infrastructure Projects", ("ARPA Funding Agreement") funded by the County of Riverside's ARPA funding allocations.

On August 23, 2024, staff released an Invitation for Bids (IFB) for the Project on the City's public bidding platform. The bids were due on October 9, 2024. In response to the IFB, six (6) bids were received from the following companies:

<u>Contractor</u>	<u>Amount</u>
1) Pyramid Building & Engineering, Inc.	\$9,236,546
2) Canyon Springs Enterprises	\$9,382,500
3) RE Chaffee Construction, Inc.	\$9,394,080

- | | |
|--|--------------|
| 4) Myers & Sons Construction, LLC | \$10,075,300 |
| 5) SCW Contracting Corp. | \$10,333,847 |
| 6) Metro Builders & Engineers Group, Ltd | \$11,675,375 |

The Project scope will consist of the construction of a Non-Potable Booster Pump Station at Charles Street which will include two (2) vertical turbine pumps housed in a masonry building, an emergency engine generator and 54’ diameter, 27’ high above ground steel tank. The scope will also include the construction of a Non-Potable Booster Pump Station at Lincoln Street which will include two (2) vertical turbine pumps housed in a masonry building and a 24” diameter, 24” high Forebay Tank.

JUSTIFICATION:

The non-potable water infrastructure projects will provide benefits to the City including reduction in demand for potable water for activities such as irrigation of golf courses and public parks and continuous provision of non-potable irrigation water during drought times. The Project also completes a master planned improvement identified in the City's Integrated Master Plan.

The Invitation for Bids (IFB) is based on the lowest cost from the pool of responsive qualified bidders. As a result, staff recommend the award of a Construction Contract to Pyramid Building and Engineering, Inc. in the amount of \$9,236,546.

FISCAL IMPACT:

If approved, the construction contract with Pyramid Building and Engineering, Inc. will be in the amount of \$9,236,546 and with a 10% contingency in the amount of \$923,654.60 there will be a total “not-to-exceed” project budget of \$10,160,200.60.

The contract will be funded by the following sources and appropriations:

Fund	Account No.	Appropriation From Fund Balance Needed	Approximate Fund Balance
Water Operations Fund	660-6300-471.95-08 (Special Utility Cap Items/Wells/Pumping Equipment)	\$7,360,200.60	\$26,505,216.35
Irrigation Water Fund	662-6300-471.95-08 (Special Utility Cap Items/Wells/Pumping Equipment)	\$1,400,000.00	\$1,401,778.29
BUA Water Capital Fund	663-	\$1,400,000.00	\$1,462,304.90
	TOTAL	\$10,160,200.6	

The project will be partially funded through reimbursements from Riverside County related to the ARPA Funding Agreement in the amount of \$5,049,202, which will be received and accounted for in Fund 660, which will reduce Fund 660 contribution to the project to a maximum of \$2,310,998.60.

ALTERNATIVES:

Do not approve Resolution 2024-174 and provide alternative direction to staff.

BUDGETED?:

No

CONTRACT/AGREEMENT:

Yes

ATTACHMENTS:

1. [Resolution_2024-174.docx](#)
2. [C01093 Pyramid - PW Charles and Lincoln Booster Station.docx](#)
3. [Resolution No. 2022-123.pdf](#)
4. [Funding Agreement_COR & City of Banning.pdf](#)
5. [Pyramid Bid Proposal.pdf](#)