



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: October 22, 2024

SUBJECT: Consideration of Resolution 2024-166, Awarding a Construction Contract for Project No. 2023-15W Ramsey Street Water Main Replacement - Phase 1 to MCC Pipeline, Inc. of Yucaipa, CA in the Amount of \$1,199,106.33 and Approving a 10% Contingency for a Total Project Budget of "Not-to-Exceed" \$1,319,016.96

RECOMMENDATION:

Adopt Resolution 2024-166.

BACKGROUND:

The City of Banning owns, operates, and maintains water distribution and transmission pipelines that distribute water to residents and businesses. To provide its customers with a reliable supply of water, it is important for the city to continue replacing aging and undersized water distribution infrastructure.

The 2018 City of Banning Integrated Master Plan (IMP) identified the existing 4-inch water main on the south side of Ramsey Street as deficient due to its age and conveyance capacity to support commercial development on the south side of Ramsey Street from Sunset Avenue to Highland Home Road.

On April 12, 2022, City Council approved Resolution 2022-35 authorizing the use of American Rescue Plan Act (ARPA) funds on certain eligible projects including making the necessary investments in water infrastructure. The approved ARPA project list included the replacement of the water main along Ramsey Street from Sunset Avenue to Highland Home Road.

On November 11, 2023, City Council approved Resolution 2023-182, awarding a Professional Services Agreement to Rick Engineering, Inc. for the design of Ramsey Street Water Main Replacement project.

On August 23, 2024, Public Works and Purchasing staff advertised an Invitation for Bids (IFB No. 24-079) on the City's electronic bidding system ProcureNow. Additionally, email notifications were sent out to all vendors by ProcureNow. In response to these efforts, on October 4, 2024, the City received the following five (5) bids:

<u>Companies</u>	<u>Price</u>
1) MCC Pipeline, Inc.	\$1,199,106.33
2) Hemet Manufacturing Co dba Genesis Construction	\$1,656,565.00
3) Dominguez General Engineering, Inc.	\$1,695,720.00
4) RE Chaffee Construction, Inc.	\$1,899,191.00
5) Weka, Inc.	\$2,263,930.00

Phase 1 scope of work will include the construction of 2,600 linear feet of a new 16-inch Ductile Iron Pipe (DIP) water main including reconnection of water services and new fire hydrants connections.

JUSTIFICATION:

MCC Pipeline Inc. is the lowest responsive and responsible bidder to construct Project No. 2023-15W "Ramsey Street Water Main Replacement - Phase 1". The project will improve water distribution in this part of the City of Banning where the existing 4-inch line has been identified as a deficient system component due to its age (installed approx. 1952) and diminishing integrity.

Staff evaluated the bid proposals based on qualifications, cost, experience with the requested scope of services and response to the request for proposals. As a result, staff recommend the award of a Construction Contract to MCC Pipeline, Inc. in the amount of \$1,199,106.33.

FISCAL IMPACT:

Staff recommend awarding a Construction Contract to MCC Pipeline, Inc. in the amount of \$1,199,106.33 and approving a 10% contingency in the amount of \$119,910.63 for a total "not-to-exceed" project budget of \$1,319,016.96.

An appropriation from the Water Capital Facilities Fund 661 balance to Account No. 661-6300-471.95-10 in the amount of \$1,199,106.33 is necessary to fund the Construction Contract with MCC Pipeline, Inc.

The Construction Contract with MCC Pipeline, Inc. will be partially funded by ARPA funding in the amount of \$900,000 administered by the County of Riverside.

ALTERNATIVES:

Do not adopt Resolution 2024-166 and provide alternative direction to staff.

BUDGETED?:

Yes

CONTRACT/AGREEMENT:

Yes

ATTACHMENTS:

1. [Resolution_2024-166__Construction_Award_Ramsey_St_Phase_I.docx](#)
2. [C01084 - MCC - Ramsey St Water Main Replacement.docx](#)
3. [Resolution 2022-35.pdf](#)
4. [Resolution 2023-182.pdf](#)
5. [MCC Pipeline Bid Proposal.pdf](#)