



Agenda Item No: 1.1

PLACENTIA CITY COUNCIL AGENDA REPORT

Meeting Date: December 2, 2025

Submitted by: Shelley Kennell

From: Public Works

Subject:

AWARD OF CONSTRUCTION CONTRACT TO EASTRIDGE ENGINEERING AND CONSTRUCTION, INC. FOR THE FUEL TANK REMOVAL AND REPLACEMENT PROJECT, CITY PROJECT NO. 26-501

Financial Impact:

Fiscal Impact:

Expense:

<u>\$966,405.00</u>	Total Construction Costs
\$878,550.00	Construction Contract Amount
\$ 87,855.00	Construction Contingency Amount

Available Budget:

<u>\$1,100,000.00</u>	Total Project Budget	Project# 26-501
\$1,100,000.00	Fiscal Year 2025-26 CIP (102-90300-9600)	Measure U

Summary:

The scope of work for the Fuel Tank Removal and Replacement Project includes the removal of the two existing 12,000 gallon single wall fiberglass underground fuel storage tanks and associated components, and the construction and installation of one 15,000 gallon dual compartment (10,000 gallon gasoline/ 5,000 gallon diesel) underground fuel storage tank. In general, the work consists of demolishing and disposing of the existing underground fuel storage tanks, dispensers, and fuel, vapor, and vent piping, and installing the new dual compartment underground fuel storage tank, associated equipment, tank-level probes, leak sensors, paving, and bollards.

The City advertised the project for bid on October 20, 2025; however, no bids were received by the November 3, 2025 deadline. Per City Municipal Code Subsection 3.08.140 the City Administrator has determined this project qualifies as an emergency due to the requirement that the existing underground storage tanks need to be removed by December 31, 2025, to avoid penalties. As a result of this determination, the competitive bidding process may be waived. The expedited removal of the tanks is required under Health and Safety Code Chapter 6.7 Section 25292.05 and in compliance with California Code of Regulations (CCR) Title 23, Chapter 16, Section 2627. Due to the lack of bids, the City proceeded to request quotes from contractors listed on PlanetBids who had downloaded the project plans and specifications, as well as other contractors available through Sourcewell.

On November 17, 2025, the City received two quotes from contractors. The two quotes received consisted of the removal of the existing underground storage tanks and the installation of the new tanks. The lowest quote received, from Eastridge Engineering and Construction, Inc., was also found to be responsive and responsible. Staff recommends awarding a construction contract to Eastridge Engineering and Construction, Inc. for the Fuel Tank Removal and Replacement Project.

Recommendation:

Recommended Action: It is recommended that the City Council:

1. Approve a Public Works Agreement with Eastridge Engineering and Construction, Inc. for the Fuel Tank Removal and Replacement Project in the amount of \$878,550.00; and
2. Authorize the City Administrator to approve contract change orders up to ten percent (10%) of the contract amount, or \$87,855.00, for a total construction contract not-to-exceed amount of \$966,405.00; and
3. Authorize the City Administrator, and/or her designee, to execute all necessary documents, in a form approved by the City Attorney.

Strategic Plan Statement:

There is no specific strategic planning goal or objective associated with this agenda item.

Discussion:

The scope of work for the Fuel Tank Removal and Replacement Project includes the removal of the two existing 12,000 gallon single wall fiberglass underground fuel storage tanks and associated components, and the construction and installation of one 15,000 gallon dual compartment (10,000 gallon gasoline/ 5,000 gallon diesel) underground fuel storage tank. In general, the work consists of demolishing and disposing of the existing underground fuel storage tanks, dispensers, and fuel, vapor, and vent piping, and installing the new dual compartment underground fuel storage tank, associated equipment, tank-level probes, leak sensors, paving, and bollards.

This project was exempt from following typical bidding procedures, pursuant to City Municipal code §3.08.070, due to the emergency nature of the work, which required the scope to be performed as quickly as possible.

On November 17, 2025, the City received two quotes from contractors. The two quotes received consisted of the removal of the existing underground storage tanks (Bid Schedule "A") and the installation of the new tanks (Additive Bid "B" Schedule). The lowest quote received, from Eastridge Engineering and Construction, Inc., was also found to be responsive and responsible.

The following table provides the total quote amounts received from each contractor.

Contractor	Bid Schedule "A" Amount	Bid Schedule "B" Amount
Eastridge Engineering and Construction, Inc.	\$165,000.00	\$713,550.00
SPATCO Energy Solutions (Sourcewell Contract)	\$317,308.00	Did not submit

Staff recommends awarding a construction contract to Eastridge Engineering and

Construction, Inc., for the Fuel Tank Removal and Replacement Project.

Fiscal Impact Summary:

The total construction cost for the Fuel Tank Removal and Replacement Project amounts to \$966,405.00. This cost consists of the quote amount submitted by Eastridge Engineering and Construction, Inc. in the amount of \$878,550.00, a construction contingency in the amount of \$87,855.00.

Funding for this project is supported by Measure U, as outlined below:

Funding Source	Amount
FY 25/26 Measure U Funds	\$1,100,000.00

Attachments

[Signed PW Agreement with Eastridge Engineering Inc.pdf](#)