

**SUBMITTAL TO THE BOARD OF SUPERVISORS
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**

171



FROM: Economic Development Agency

SUBMITTAL DATE:
April 10, 2014

SUBJECT: Riverside County Regional Medical Center, Central Sterile Processing Equipment Replacement - Approval of Emergency Action Contract through Easy Indefinite Quantity Contract and Project Budget, District 5, [\$904,197], RCRMC Enterprise Fund

RECOMMENDED MOTION: That the Board of Supervisors:

1. Receive and file the attached construction agreement with all attachments thereto including plans and specifications, between the County of Riverside and Vincor Construction, Inc. (Vincor) of Brea, California, in the amount of \$552,239 duly executed by the Assistant County Executive Officer/EDA on behalf of the County, as authorized in Section IV of Board Policy B-11 pursuant to the Public Contract Code;

(Continued)

FISCAL PROCEDURES APPROVED
PAUL ANGULO, CPA, AUDITOR-CONTROLLER
BY: Esteban Hernandez 4/5/14

Robert Field

Robert Field
Assistant County Executive Officer/EDA

FINANCIAL DATA	Current Fiscal Year:	Next Fiscal Year:	Total Cost:	Ongoing Cost:	POLICY/CONSENT (per Exec. Office)
COST	\$ 560,000	\$ 344,197	\$ 904,197	\$ 0	Consent <input type="checkbox"/> Policy <input checked="" type="checkbox"/>
NET COUNTY COST	\$ 0	\$ 0	\$ 0	\$ 0	

SOURCE OF FUNDS: RCRMC Enterprise Fund
Budget Adjustment: No
For Fiscal Year: 2013/14

C.E.O. RECOMMENDATION:

APPROVE

Reviewed by
CIP TEAM

BY: Rohini Dasika
Rohini Dasika

County Executive Office Signature Esteban Hernandez 4/15/2014

MINUTES OF THE BOARD OF SUPERVISORS

FORM APPROVED COUNTY COUNSEL
BY: JP Lester 3/27/14
DATE
MARSHAL VICTOR

Departmental Concurrence

By: Lowell Johnson
Lowell Johnson, Interim Chief Executive Officer
Riverside County Regional Medical Center

- A-30
- Positions Added
- 4/5 Vote
- Change Order

Prev. Agn. Ref.: N/A

District: 5/5

Agenda Number:

3-16

SUBMITTAL TO THE BOARD OF SUPERVISORS, COUNTY OF RIVERSIDE, STATE OF CALIFORNIA

Economic Development Agency

FORM 11: Riverside County Regional Medical Center, Central Sterile Processing Equipment Replacement - Approval of Emergency Action Contract through Easy Indefinite Quantity Contract and Project Budget, District 5, [\$904,197], RCRMC Enterprise Fund

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RECOMMENDED MOTION: (Continued)

2. Ratify use of the Easy Indefinite Quantity Contract (EZIQC) sponsored by the National Joint Powers Alliance (NJPA) for a construction agreement with Vincor Construction, Inc. to complete the Riverside County Regional Medical Center (RCRMC) Central Sterile Processing Equipment Replacement Project;
3. Find that the information reported herein constitutes an emergency action and authorize continuation of the work until completion of the new sterile processing equipment project with the Economic Development Agency (EDA) reporting project status to the Board in accordance with Public Contract Code requirements;
4. Authorize the Assistant County Executive Officer/EDA to administer the agreement in accordance with applicable Board policies;
5. Approve the total project budget of \$904,197; and
6. Delegate project management authority for this project to the Assistant County Executive Officer/EDA in accordance with applicable Board policies.

BACKGROUND:

Summary

On October 11, 2011, the Board of Supervisors ratified membership of the County of Riverside in the NJPA evidenced by the attached membership agreement. The county's membership in NJPA allows participation in the EZIQC program. The Gordian Group, the county's consultant for Job Order Contracting (JOC), administers the EZIQC program, which operates in the same manner as JOC in which firms bid competitively against a construction task catalogue (CTC) that has fixed market based prices. EZIQC is a contract procurement method that allows the Economic Development Agency (EDA) to move more quickly to the construction phase and deliver projects sooner.

On July 16, 2013, EDA entered into a professional services agreement with DS Certified Inspection Services, Inc. (DSCIS), to provide design services for the RCRMC Central Sterile Processing Equipment Replacement project. The plans and specifications have been completed by DSCIS and approved by EDA and RCRMC. The plans were approved by the Office of Statewide Health Planning and Development (OSHPD) on July 17, 2013. The plans and specifications were provided to Vincor Construction, an approved EZIQC contractor, for review and a job walk was held at the site on November 18, 2013. Following review of the site, plans and specifications, Vincor submitted their proposal in accordance with the EZIQC contract in the amount of \$552,239.

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Economic Development Agency

FORM 11: Riverside County Regional Medical Center, Central Sterile Processing Equipment

Replacement - Approval of Emergency Action Contract through Easy Indefinite Quantity Contract and Project Budget, District 5, [\$904,197], RCRMC Enterprise Fund

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BACKGROUND:

Summary (Continued)

This project was initiated because the aging sterilization and disinfectant units were almost obsolete and maintenance and repair parts were difficult to find. Following completion of the design and approval by OSHPD, EDA developed an EZIQC contract as a means of expediting construction delivery, anticipating this contract would be submitted to the Board for approval in the normal manner. During the standard approval process for this contract, a medical disinfectant unit failed, prompting EDA to utilize the authority for emergency repairs delegated in Section IV of Board Policy B-11, and direct Vincor to proceed with the work. To further expedite delivery of this project, Job Order Contracting was used to perform the initial site preparation work per M.O. 3.17 approved on October 16, 2012. The Construction Management services will be performed by Douglas Construction Management LLC., a pre-qualified consultant as approved on August 28, 2012, M.O. 3.34.

Impact on Residents and Businesses

The new equipment will have a positive impact on Riverside County residents by maintaining and improving the hospital's capacity of services utilizing sterilized medical equipment.

Additional Fiscal Information

The approximate allocation of the project budget is as follows:

PROJECT BUDGET LINE ITEMS	BUDGET
Design/Consultant	117,800
Construction – Site Prep using JOC	28,861
General Construction – Vincor Construction	552,239
Project Management	56,057
OSHPD Inspections, Fees & Permits	49,500
Construction Management	34,200
Contingency	65,540
Total Project Budget	\$ 904,197

Expenditures for FY 2013/14 are estimated at \$560,000; expenditures for FY 2014/15 are estimated at \$344,197. All costs associated with this agreement will be fully funded by RCRMC Enterprise Fund, thus no net county costs will be incurred and no departmental budget adjustment is required.

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Contract History and Price Reasonableness

On August 20, 2013, Vincor was awarded the NJPA Indefinite Quantity Contract (EZIQC Contract) via a public bidding process. Vincor was selected based on their competitive cost adjustment factor and in accordance to the NJPA bid and contract documents. As a NJPA member, the County of Riverside can utilize EZIQC contracting to expedite delivery of projects based on the fair market prices for construction goods and services in the Construction Task Catalogue (CTC).

In accordance with the EZIQC contract, Vincor provided a responsible and responsive proposal for the RCRMC Central Sterile Processing Equipment Replacement Project. Cost reasonableness for the project is achieved through the fair market value of the construction goods and services established in the CTC and the negotiable lump sum proposal that reduces the amount to ninety-seven cents on the dollar.

Each NJPA EZIQC contract has a limit of \$2 million per year, and options for a total of four years. The contractor has a maximum potential for \$8 million of work if the full term of the contract is exercised. County Counsel has reviewed and approved the EZIQC contract documents as to form.

Attachments:

Specifications and Contract Documents with Vincor Construction, Inc.