

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



ITEM
12.1
(ID # 8725)

MEETING DATE:

Tuesday, January 15, 2019

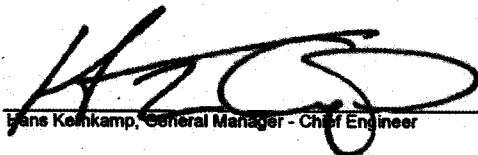
FROM : DEPARTMENT OF WASTE RESOURCES:

SUBJECT: DEPARTMENT OF WASTE RESOURCES: Reject All Bid Proposals Received for Construction of a Fleet Maintenance Facility (FMF) at the Lamb Canyon Sanitary Landfill (LCL), District 5. [\$0 – Department of Waste Resources Enterprise Funds] (CEQA Exempt)

RECOMMENDED MOTION: That the Board of Supervisors:

1. Find that the bid received from PCN3, Inc. (PCN3) is non-responsive and that due to the market conditions and cost pricing in all the bids that it is in the best interest of the County to reject all bids received on August 29, 2018 for the construction of a FMF at the LCL.

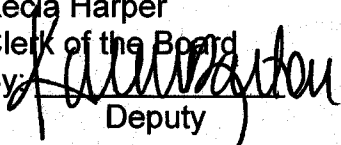
ACTION: Policy


Hans Koinkamp, General Manager - Chief Engineer 12/28/2018

MINUTES OF THE BOARD OF SUPERVISORS

On motion of Supervisor Perez, seconded by Supervisor Spiegel and duly carried by unanimous vote, IT WAS ORDERED that the above matter is approved as recommended.

Ayes: Jeffries, Spiegel, Washington, Perez and Hewitt
Nays: None
Absent: None
Date: January 15, 2019
xc: Waste

Kecia Harper
Clerk of the Board
By: 
Deputy

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FINANCIAL DATA	Current Fiscal Year:	Next Fiscal Year:	Total Cost:	Ongoing Cost
COST	\$ 0	\$ 0	\$ 0	\$ 0
NET COUNTY COST	\$ 0	\$ 0	\$ 0	\$ 0
SOURCE OF FUNDS: Department of Waste Resources Enterprise Funds			Budget Adjustment:	No
			For Fiscal Year:	18/19

C.E.O. RECOMMENDATION: Approve

BACKGROUND:

Summary

On July 17, 2018, the Board approved the contract documents for the construction of a FMF at the LCL and authorized the Department of Waste Resources (Department) to advertise for bids (MT #7446). On August 29, 2018, the Department opened bids and received a total of six (6) bid proposals, with PCN3 submitting the lowest apparent bid in the amount of \$2,148,414, which is substantially higher than the engineer's estimate for this project (a summary of the bid result is attached herewith). All bid proposals were subjected to review by Department and County Counsel staff for compliance with the bid requirements.

After careful review of the bid result, the bid proposal from PCN3 has been deemed as non-responsive based on several factors, most notably include the following: 1) the bid did not include documentation to establish the bidder qualifications as required by the Contract Documents, 2) project references provided did not meet the required experience qualifications; and, 3) some of the contacted project references provided unfavorable information regarding their work experience with PCN3. These irregularities were deemed as sufficient to reject the bid proposal by PCN3.

Consequently, the Department has issued a bid rejection letter to PCN3, which resulted in a bid protest submitted by PCN3. The bid protest including all supplemental information provided by PCN3 were reviewed and evaluated by the Department's General Manager-Chief Engineer and County Counsel staff who concluded that PCN3's assertions and contentions were unfounded and, therefore, the bid protest was denied.

Upon reviewing all submitted bid proposals, the Department has determined that it is in the best interest of the County to not move forward at this time with an award due, in part, to the current market conditions for steel material causing bid proposals to substantially exceed the allocated project budget (the structural steel price reached an all-time high in September 2018). Based on this determination, the Department recommends that the Board of Supervisors reject all bids received on August 29, 2018 for the construction of the FMF at the LCL. It is anticipated that this project will be re-advertised at a later date.

Prev. Agn. Ref.: M.O. 12.2 of 07/17/18 (approval of Contract Documents)

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California Environmental Quality Act (CEQA) Findings

Since the proposed motion simply involves the rejection of all bids received for the construction of a FMF at the LCL, this action is exempt under CEQA per Section 15061(a)(4).

Impact on Residents and Businesses

Future consideration of this project will ensure compliance of fleet activities with the applicable regulations, and will augment Department's on-going efforts to reduce the introduction of pollutants which affect the quality of storm water discharges associated with landfill operations at the LCL.

Additional Fiscal Information

No expenses will be incurred as a result of the recommended motion.

Contract History and Price Reasonableness

The Engineer's estimate for this project will be updated to reflect the current market condition and prices for construction material, particularly structural steel. The Department will return to the Board of Supervisors at a later date to seek approval to re-advertise for this project to obtain competitive bids through the California Public Works Contract process.

ATTACHMENT A. Summary of the Bid Results



Gregory P. Priamos, Director County Counsel 1/2/2019

Lamb Canyon Sanitary Landfill
Fleet Maintenance Facility
Summary of Bids Received on August 29, 2018

	Contractor	Bid Amount
1	PCN3, Inc.	\$ 2,148,414.00
2	Horizons Construction Co. Int'l, Inc.	\$ 2,477,774.00
3	General Consolidated Constructors, Inc.	\$ 2,492,000.00
4	Roadway Engineering & Contracting, Inc.	\$ 2,524,400.00
5	Kemcorp Construction, Inc.	\$ 2,820,000.00
6	Metro Builders & Engineers Group, Ltd.	\$ 2,823,287.00