

# CRESTLINE SANITATION DISTRICT

## MEMORANDUM

**DATE:** MARCH 12, 2020

**TO:** BOARD OF DIRECTORS  
Crestline Sanitation District

**FROM:** RICK DEVER  
General Manager

**SUBJECT:** RESOLUTION NO. 065; SLIP LINING AND MANHOLE  
REHABILITATION AGREEMENT WITH SANCON  
TECHNOLOGIES, INC.

### A. RECOMMENDATION

I recommend the adoption of Resolution No. 065 awarding a Sole Source contract to Sancon Technologies, Inc. for Phase VI for Slip Lining in the amount of \$213,541.50. Manhole Rehabilitation will not be performed. Resolution No. 052 was adopted on February 8, 2018 granting a Sole Source Agreement with Sancon Technologies, Inc. for Phase V.

### B REASON FOR RECOMMENDATION

The Slip Lining is part of the District's on-going efforts to improve its aging wastewater collection system infrastructure, manage Infiltration and Inflow (I&I), as well as to comply with the State mandated SSMP (Sewer System Management Plan). Minimizing Inflow & Infiltration is a critical element of the District's Strategic Plan to meet the District's S.W.R.C.B. (State Water Resources Control Board) Waste Discharge Requirements.

### C. BACKGROUND INFORMATION

Under all but the most extreme wet weather conditions, the District's collection system meets and exceeds Regional Board standards. However, under extreme wet weather conditions I/I in the District's collection system does not always meet these standards. More specifically, flow discharges from the District's Wastewater Treatment Plants to the Las Flores Ranch occurring during extreme wet weather conditions can exceed plant flow design rates and greatly increase the opportunity for an SSO (Sanitary Sewer Overflow). These discharges can occur during extreme and prolonged wet weather conditions, and there is concern that an adverse rain season is predicted.

### D. FISCAL INFORMATION

The District has budgeted \$200,000.00 for Slip Lining/Manhole Rehabilitation.

### E. ATTACHMENTS

Draft Resolution 065 Sole Source Contract.  
Quote for Slip Lining and Manhole Rehabilitation.

**RESOLUTION NO. 065**

**A RESOLUTION OF THE BOARD OF DIRECTORS  
OF THE CRESTLINE SANITATION DISTRICT  
APPROVING AWARD OF SOLE SOURCE CONTRACT  
TO SANCON TECHNOLOGIES, INC., FOR THE  
SLIP LINING PROJECT PHASE VI**

WHEREAS, the Crestline Sanitation District ("District") is a sanitation district organized and operating pursuant to California Health and Safety Code Section 4700 et seq.;

WHEREAS, the District is subject to Public Contracts Code Section 20783, which provides that "[w]hen the expenditure required for the work (of improvement) exceeds ... \$35,000, it shall be contracted for and let to the lowest responsible bidder after notice";

WHEREAS, it is well-settled that exceptions to the competitive bidding requirement exist in the event that the specific facts and circumstances surrounding the particular work is such that the services sought for the proposed project are unique to a single contractor and the public agency must use such specialized services for efficient and effective completion thereof [see, e.g., Hiller v. City of Los Angeles (1962) 197 Cal. App. 2d 685, 17 Cal. Rptr. 579], or that engaging in the process would be undesirable or impracticable as a matter of public interest because a delay would result that would operate to undermine the public benefits to be gained by the proposed project [see, e.g., Graydon v. Pasadena Redevelopment Agency (1980) 104 Cal. App. 3d 631, 164 Cal. Rptr. 56];

WHEREAS, on or about January 17, 2013, the District's Board of Directors ("Board") adopted Resolution No. 025 establishing purchasing policies and procedures for the District ("the Purchasing Policy") which set forth bidding and contract practices as part of the District's Rules and Regulations so as to provide guidance and direction to the District's staff in obtaining outside services for projects initiated by the District;

WHEREAS, Section 5 of the Purchasing Policy provides that the District must comply with competitive bidding requirements with respect to the construction of completion of any building, structure, or improvement when the cost exceeds \$25,000;

WHEREAS, pursuant to legally-recognized exceptions to competitive bidding requirements, Section 6(D)(5) of the Purchasing Policy provides that the District may procure services on a negotiated basis "[w]hen Competitive Bidding would fail to produce an advantage and/or when the advertisement for Competitive Bidding would be undesirable, impractical, or impossible";

WHEREAS, pursuant to legally recognized exceptions to competitive bidding requirements, Section 6(D)(4) of the Purchasing Policy also provides that the District may procure services on a negotiated basis for any project in which a "Sole Source Contractor" has been designated;

WHEREAS, for purposes of Section 6(D)(4) of the Purchasing Policy, the term "Sole Source Contractor" is defined in Section 2(O) thereof as "a contractor or consultant that has been evaluated to provide unique or specialized Services or Supplies that cannot be obtained from other contractors or consultants," which designation must be approved by the Board;

WHEREAS, the facts and circumstances of the proposed Slip Lining and Manhole Rehabilitation Project Phase VI ("Phase VI Project"), as described in the staff report attached hereto and incorporated herein ("the Staff Report"), supports a determination by the District's Board of Directors that imposing a formal competitive bidding requirement for the completion of the proposed Phase VI Project would be undesirable or impracticable because the process could not be satisfactorily commenced in time for the Phase VI Project to be completed by the preferred operational deadline; and

WHEREAS, as further described in the Staff Report, Sancon Technologies, Inc., possesses unique background and knowledge of the District's sanitation system and existing infrastructure that would be impacted and utilized in connection with the proposed Phase VI Project, and Sancon Technologies, Inc., performed the first four phases of the Slip Lining Project for the District in a timely manner after the initial competitive bidding process was completed and with high-quality workmanship that has been accepted by both the District and other local governmental agencies possessing regulatory oversight.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Crestline Sanitation District that, based upon the unique facts and circumstances described in the Staff Report and other evidence presented to the Board, the Board hereby finds and determines that expedited commencement of the Phase VI Project is exempt from any otherwise-applicable formal competitive bidding requirement pursuant to Section 6(D)(5) of the Purchasing Policy because compliance therewith would be undesirable and impracticable as a matter of public interest since engaging in the process would cause a delay that would result in the Slip Lining Project Phase VI not achieving timely completion.

BE IT FURTHER RESOLVED by the Board of Directors of Crestline Sanitation District that the Board hereby finds and determines that Sancon Technologies, Inc., be designated as a sole source contractor for the Phase VI Project pursuant to Section 6(D)(4) of the Purchasing Policy. The Board reserves the right to withdraw this designation in its entirety, or to suspend this designation on a project-by-project basis, in the exercise of its sole discretion.

BE IT FURTHER RESOLVED that the District's Board of Directors hereby approves the Phase VI Project, and authorizes the award of a contract for the construction thereof to Sancon Technologies, Inc., for a price not to exceed \$213,541.50, based upon the recommendations of the District's General Manager in the Staff Report, as well as the oral and written statements presented to, and considered by, the District's Board of Directors prior to adoption of this Resolution.

**ADOPTED** this 12<sup>th</sup> day of March, 2020.

AYES:

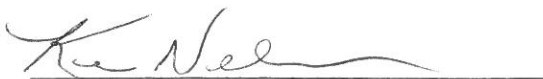
NOES:

ABSTAIN:

ABSENT:

  
Chairman, Board of Directors

ATTEST:

  
Secretary, Board of Directors

# SANCON TECHNOLOGIES, INC.

GENERAL ENGINEERING CONTRACTOR  
STATE CONTRACTORS LICENSE #774055

Tel: (714) 891-2323  
Fax: (714) 891-2524

**BID # BT20169**

**Date: February 24, 2020**

**To:** Crestline Sanitation District  
**Attention:** David Crabtree  
**Phone:** 909-338-1751 **Email:** dcrabtree@crestlinesanitation.com  
**Project:** Crestline Sewer Repair – 2020  
**Owner / Agency:** Crestline Sanitation District

Based on information furnished to Sancon plus a review of the job site, please find below our proposal to rehabilitate the designated 3,505 of ex. 8 VCP Sewer.

**Our proposal includes:**

- Confined Space Entry Procedures & Equipment
- Prevailing wage / certified payroll if required, Standard insurance coverage up to \$4 Million
- Traffic Control, Posting No parking and public notices prior to our work
- Bypass of flow during pipe lining operations using above ground pumps and hoses
- High velocity cleaning of sewer mains prior to lining 2 -3 passes, including robotic root removal.
- Pre-video of sewer main just prior to lining to confirm and document immediate acceptability for lining.
- Install Sancon CIPP liner at 4.5 mm thickness
- Robotic reconnection of active HC's within lined pipe.
- Final video inspection to confirm successful CIPP liner installation and lateral re-instatement.

**Assumptions / Notes:**

- Normal working hours M – F 7 AM to 5PM
- Agency to coordinate access with residents for easement sewers required for our work
- Agency to remove cleanouts prior to our work
- This quotation shall become part of any future Contract, Agreement or Purchase order


**This proposal excludes:**

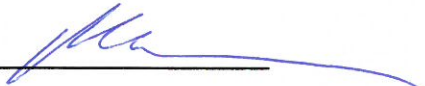
- BMP's, Survey and Staking, Preparing As-builts, restorations or, re-vegetation
- Removal of mineral or other hard deposits, lining over active water infiltration
- Engineered TC Plans, permits or drawings
- Standby or work outside of our scope will be billed at \$200.00 / manhour which is inclusive of equipment

<b>Price:</b>	CIPP Lining:	\$58.30/ LF x 3,505'	=	\$204,341.50
	Mobilization:	\$9,200.00	=	\$9,200.00
			<b>TOTAL:</b>	<b>\$213,541.50</b>

Please call me if you have any questions at 714-891-2323.

PRICE IS BASED ON ONE MOBILIZATION. ADDITIONAL MOBILIZATIONS BILLED AT: \$9,200.00 EACH. BOND, IF REQUIRED, WOULD ADD 1% TO TOTAL BID PRICE. PRICE IS BASED ON RETENTION BEING WITHHELD A MAXIMUM OF 90 DAYS AFTER COMPLETION OF OUR WORK. PRICE IS FIRM FOR A PERIOD OF THIRTY DAYS FROM RECEIPT. PAYMENT TERMS NET 30 DAYS OR PER CONTRACT.

Respectfully Submitted,  
  
Chuck Parsons  
Sancon Technologies, INC.

Accepted By:   
Date: 03/12/2020  
PO: Resolution #65