

**RESOLUTION NO. 19-73**

**CITY OF MILLBRAE, COUNTY OF SAN MATEO  
STATE OF CALIFORNIA**

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**RESOLUTION AWARDING A CONSTRUCTION CONTRACT TO KEREX  
ENGINEERING, INC. FOR THE 30 ARROYO SECO STORM DRAIN  
REPLACEMENT PROJECT IN THE AMOUNT OF \$139,050, ESTABLISHING A  
PROJECT CONTINGENCY OF \$21,000, AUTHORIZING THE CITY MANAGER  
OR DESIGNEE TO EXECUTE THE SUBJECT CONTRACT(S) AND CHANGE  
ORDERS OR ADDENDA UP TO THE PROJECT CONTINGENCY AMOUNT,  
AND AUTHORIZING THE ROLL FORWARD OF CAPITAL FUNDS FROM  
FISCAL YEAR 2018 – 2019 TO FISCAL YEAR 2019 – 2020**

**WHEREAS**, on February 16, 2019, a storm drain metal pipe located in an easement between 30 Arroyo Seco and 20 Arroyo Seco failed creating a large sink hole between the two properties; and

**WHEREAS**, the City's emergency contractor, C2R Engineering, Inc. temporarily installed a storm drain line to stabilize the area; and

**WHEREAS**, in order to permanently secure the area, it was determined that slip lining the existing storm drain with durable high density polyethylene pipe and restoring all affected areas would be the best option; and

**WHEREAS**, staff prepared bid documents, posted an informal bid through the City website and notified trade journals inviting interested contractors to submit their bid for the 30 Arroyo Seco Storm Drain Replacement Project (Project); and

**WHEREAS**, on August 20, 2019, two (2) bids were received and the lowest, responsive and responsible bid was submitted by Kerex Engineering, Inc. (Kerex) in the amount of \$139,050; and

**WHEREAS**, staff recommends that the City Council award the contract to (Kerex) for a total amount of \$139,050 for the Project; and

**WHEREAS**, staff also recommends that the City Council approve a project contingency of \$21,000 to fund the Project's administration costs and unanticipated additional work such as unforeseen subsurface site conditions.

**NOW, THEREFORE BE IT RESOLVED THAT THE CITY COUNCIL OF  
THE CITY OF MILLBRAE** hereby awards a construction contract to Kerex

Engineering, Inc. in the amount of \$139,050 for the 30 Arroyo Seco Storm Drain Replacement Project; and

**BE IT FURTHER RESOLVED** that the City Council of the City of Millbrae establishes a Project contingency in the amount of \$21,000 (approximately 15%) in order to address any unforeseen site conditions and/or additional unanticipated work required to complete the Project; and


**BE IT FURTHER RESOLVED** that the City Council of the City of Millbrae authorizes the City Manager or designee to execute a contract with Kerex for the Project and any change orders or addenda up to the Project contingency amount of \$21,000.

**AND BE IT FURTHER RESOLVED** that the City Council of the City of Millbrae authorizes the roll forward of used capital project funds from Fiscal Year 2018 – 2019 to Fiscal Year 2019 – 2020 including authorization of additional appropriations as needed.

**REGULARLY PASSED AND ADOPTED** this 10<sup>th</sup> day of September, 2019.

  
\_\_\_\_\_  
Mayor

ATTEST:

 9/11/19  
\_\_\_\_\_  
City Clerk, Acting

I do hereby certify that the foregoing Resolution was duly and regularly passed and adopted by the City Council of the City of Millbrae this 10th day of September 2019, by the following vote:

AYES:	COUNCILMEMBERS:	Lee, Schneider, Oliva and Papan
NOES:	COUNCILMEMBERS:	None
ABSENT:	COUNCILMEMBERS:	Holober
ABSTAIN:	COUNCILMEMBERS:	None
EXCUSED:	COUNCILMEMBERS:	None



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ACTING CITY CLERK