



# CITY OF SANTA BARBARA

## COUNCIL AGENDA REPORT

**AGENDA DATE:** June 9, 2015

**TO:** Mayor and Councilmembers

**FROM:** Facilities Division, Public Works Department

**SUBJECT:** Contract For Design Of Corporate Yard Aboveground Fuel Storage Tank

### RECOMMENDATION:

That Council authorize the Public Works Director to execute a contract for design with Fiedler Group for the Corporate Yard Aboveground Fuel Storage Tank at 635 Laguna Street, in the amount of \$124,725, and approve expenditures up to \$12,472 to cover any cost increases that may result from contract change orders for extra work and differences between estimated bid quantities and actual quantities measured for payment.

### DISCUSSION:

#### PROJECT DESCRIPTION

The scope of work for the Corporate Yard Aboveground Fuel Storage Tank Project (Project) is to provide complete and permitted construction drawings and specifications for replacing an existing Underground Diesel Storage Tank (UST) with an Aboveground Diesel Storage Tank (AST), and for constructing a concrete driveway that serves vehicles using the fueling island. The scope of work includes:

- Gaining Architectural Board of Review and Historical Landmarks Commission approval
- Compliance with the City Storm Water Management Plan
- Developing construction cost estimates
- Creating project specific environmental plans

#### SELECTION PROCESS

City staff has undergone a thorough process of selecting a firm to complete the design for this Project. A competitive Request for Proposal was issued on October 17, 2014. There were a total of five companies present for the mandatory pre-proposal meeting. The City received two proposals on November 14, 2014. Facilities and Fleet Management staff reviewed each proposal and posed additional questions to each firm to further review their proposals. City staff selected Fueling and Service Technology,

Inc., (FASTECH) as the best firm for the design of this Project. However, upon further discussion, FASTECH chose to decline the Project due to manpower issues. Therefore, City staff entered into negotiations with Fiedler Group. Through negotiations, Fiedler Group reduced their cost proposal from \$149,960 to \$124,725. City staff feels that the negotiated proposal price of \$124,725 is fair and reasonable.

**BUDGET/FINANCIAL INFORMATION:**

The following summarizes all estimated total Project costs:

**ESTIMATED TOTAL PROJECT COST**

Design (by Contract)	\$124,725
Other Design Costs - City staff, Environmental Assessments, etc.	\$ 25,000
<b>Subtotal</b>	<b>\$149,725</b>
Estimated Construction Contract w/Change Order Allowance	\$500,000
Estimated Construction Management/Inspection (by Contract or City)	\$10,000
<b>Subtotal</b>	<b>\$510,000</b>
<b>TOTAL PROJECT COST</b>	<b>\$659,725</b>

There are sufficient appropriated funds in the Facilities Capital Fund and the Fleet Replacement Capital Fund to cover these design costs.

**SUSTAINABILITY IMPACT:**

The new AST would be a more environmentally sound option than the existing UST. The AST would allow continuous visual inspection, thus reducing the risk of soil and groundwater contamination and avoiding costly cleanups. An AST would avoid stricter permits and inspections of the existing UST. The City is currently operating under a Santa Barbara County temporary exemption for storing biodiesel in the existing UST. The new AST would clear the City of this temporary exemption and comply with current local, state, and federal regulations regarding biodiesel storage.

The existing UST is located in a Leaking Underground Fuel Tank clean-up site. Removal of the UST would follow the active soil and groundwater management plan on record with Santa Barbara County. Additionally, any contaminated soil and groundwater discovered during the storage tank removal would be captured and disposed of properly.

**PREPARED BY:** Jim Dewey, Facilities & Energy Manager/BK/ng  
**SUBMITTED BY:** Rebecca J. Bjork, Public Works Director  
**APPROVED BY:** City Administrator's Office