



September 28, 2016

TO: LOCSO Board of Directors
FROM: Rob Miller, District Engineer
Margaret Falkner, Utility Compliance Technician III

SUBJECT: Agenda Item 11E – 10/6/2016 Board Meeting
Adopt Resolution Authorizing Formal Bid Process and
Executing Related Construction Contracts for Water System
Interconnection Improvements

President
Marshall E. Ochylski

Vice President
Jon-Erik G. Storm

Directors
Charles L. Cesena
Louis G. Tornatzky
R. Michael Wright

Interim General Manager
Peter J. Kampa

District Accountant
Warmerdam CPA Group

Unit Chief
Scott M. Jalbert

Battalion Chief
Tom McEwen

Mailing Address:
P.O. Box 6064
Los Osos, CA 93412

Offices:
2122 9th Street, Suite 102
Los Osos, CA 93402

Phone: 805/528-9370
FAX: 805/528-9377

www.losososcsd.org

DESCRIPTION

In June, 2016, Golden State Water Company (GSWC) and the Los Osos Community Services District (District) entered into an agreement entitled Agreement for Construction and Operation of Water System Interconnection (Agreement) to construct and operate an improved water system interconnection near the intersection of 11th Street and Los Olivos.

Construction documents have been completed for the project and approved by both parties, and in accordance with the terms of the agreement, the District is taking the lead on construction of the project. Each party will pay one half of the construction cost, which is currently estimated at \$100,000. The District's share of the construction cost would be \$50,000. The proposed interconnection improvements were included in the Basin Plan as a Program A project, and the cost is contained in the approved 2015/16 budget under Fund 500, Capital Expense account 9006.

On approval of Resolution 2016-35, the competitive bidding process will begin immediately, with contract award and construction scheduled to begin in December 2016. Through adoption of this Resolution 2016-35, the General Manager will be authorized to award the construction contract to the lowest responsive, responsible project bidder, as determined by the District Engineer through the competitive bidding process. Should bids return significantly over the cost estimate, the construction contract will be placed on the Board's agenda for consideration. Resolution 2016-35 also authorizes the General Manager to enter into other smaller support contracts related to the proposed construction as needed within the budgeted amounts.

STAFF RECOMMENDATION

This item will be approved along with the Consent Calendar unless it is pulled by a Director for separate consideration. If so, Staff recommends that the Board adopt the following motion:

Motion: I move that the Board adopt Resolution 2016-35 authorizing a formal bid process for Water System Interconnection Improvements and authorizing the General Manager to execute related construction contracts for the project.

Attachment

RESOLUTION 2016 - 35

**RESOLUTION OF THE BOARD OF DIRECTORS
OF THE LOS OSOS COMMUNITY SERVICES DISTRICT
APPROVING A FORMAL BID PROCESS FOR WATER SYSTEM INTERCONNECTION IMPROVEMENTS**

WHEREAS, the Los Osos Community Services District (herein "District") is a Local Governmental Agency formed and authorized to provide services within its jurisdiction, pursuant to Section §61000 et seq. of the California Government Code; and

WHEREAS, one of the powers of the District is to provide water for beneficial use for residents within District boundaries (Govt. Code §61100(a)); and

WHEREAS, the governing body of the Los Osos Community Services District (District) intends to construct/install improvements to the existing water system interconnection between Golden State Water Company and the District as described in Program A of the current Basin Plan; and

WHEREAS, the Project is located near the intersection of 11th Street and Los Olivos Street, in the unincorporated community of Los Osos, and

WHEREAS, the Water System Interconnection is a Program A Basin Plan project, with a CIP budget of \$100,000, of which \$50,000 will be payable by the District pursuant to the Agreement for Construction and Operation of Water System Interconnection dated June, 2016, and

WHEREAS, the District identified the facilities improvement project necessary to meet current standards; and

WHEREAS, the District finds these improvements are necessary to ensure that public health and safety standards will continue to be met in the future and has directed Staff to move forward with a formal bid process for the Water System Interconnection.

NOW, THEREFORE, BE IT RESOLVED, DECLARED, DETERMINED, AND ORDERED BY THE BOARD OF DIRECTORS OF THE LOS OSOS COMMUNITY SERVICES DISTRICT AS FOLLOWS:

1. That the above recitals are true and correct; and
2. Set the date for receipt of Construction Bids as November 17, 2016; and
3. Set the date the District will award the construction contract to lowest responsive bidder on December 1, 2016; and
4. The General Manager is authorized to execute all related contracts related to the Water System Interconnection.

On the motion of Director _____, seconded by Director _____,
and on the following roll call vote, to wit:

Ayes: _____
Nays: _____
Absent: _____
Conflicts: _____

The foregoing resolution is hereby passed, approved, and adopted by the Board of Directors of the Los Osos Community Services District this 6th day of October 2016.

Marshall E. Ochylski
President, Board of Directors
Los Osos Community Services District

ATTEST:

APPROVED AS TO FORM:

Ann Kudart
Deputy Secretary to the Board

Roy A. Hanley
District Legal Counsel