

TO: James L. App, City Manager
FROM: Doug Monn, Public Works Director
SUBJECT: Airport Fuel Facility — Bid Award
DATE: April 15, 2014

NEEDS: For City Council to consider awarding a contract to upgrade/improve the aircraft fuel facility at the Paso Robles Municipal Airport.

- FACTS:**
1. A key element of airport infrastructure is the aircraft fuel storage and dispensing facility. This equipment is owned by the City and leased to a fuel vendor, who assumes the responsibility and liability for the daily operation and maintenance, and then provides all services to the aircraft.
 2. The existing tanks were installed in 1981. The tanks are single wall construction no longer allowed for fueling operations. The cost to upgrade them to meet current regulatory requirements would exceed the cost of the proposed replacement.
 3. Liabilities in fueling multi-million dollar aircraft would underscore the need to remain compliant with current standards.
 4. On February 5, 2013, the City engaged the services of Tartaglia Engineering to prepare bid documents for the aircraft fuel facility upgrade.
 5. The project was put to bid and at the bid opening March 27, 2014, 13 bids were received with Based Bids as follows:

Rockwood General Contractors.....	\$ 699,299.10
B & T	766,293.00
John Madonna Construction	844,822.00
GEMS Environmental.....	854,292.74
Whitaker Construction.....	868,675.00
Rumex Construction	897,000.00
Souza General Engineering.....	898,867.00
R. Burke Corporation.....	903,047.00
Brough Construction.....	918,874.00
Newton Construction.....	952,137.00
Raminha Construction	1,041,480.00
EFS West.....	1,293,293.13
Fleming Environmental	1,354,597.00

ANALYSIS & CONCLUSION: Staff reviewed the low bid submitted by Rockwood and found it to be a responsive and responsible bid.

POLICY REFERENCE: Federal Air Regulations (FAR) Part 139; National Fire Protection Association (NFPA) 407; Air Transport Association (ATA) 103

**FISCAL
IMPACT:**

On July 16th, 2013, the City Council adopted Resolution No. 13-103, authorizing the City's application for a State Loan under the State Division of Aeronautics Revolving Loan program to fund the majority cost to install a new fuel facility at the Airport. The staff report referenced any difference between the loan amount the City qualified for and the bid price would be allocated from unbudgeted Airport Reserves.

Loan funds (\$600,000) were received January 15, 2014 and deposited to the Airport Budget until construction bids were received.

Included in this request is for City Council to appropriate a total of \$740,000 (739,299 rounded to nearest \$100) into Airport Capital Account #6029101-54520-C0034 for this project. A breakdown of funding is as follows:

- \$600,000 State Loans received January 15, 2014
- \$139,299 From Airport Reserves (\$99,299 to cover construction balance and \$40,000 for contingency).

OPTIONS:

- a. Adopt Resolution No. 14-xx awarding a contract:
 1. To upgrade the aircraft fuel facility at the Paso Robles Municipal Airport to Rockwood General Contractors in the amount of \$699,299.10 (base bid), and authorize the City Manager to execute the contract.
 2. Appropriating a total of \$740,000 to this project under Budget No. 6029101-54520-C0034. Funding source is \$600,000 State Loan and \$140,000 Airport Reserves.
- b. Amend, modify, or reject the above option.

Attachment: Resolution

RESOLUTION NO. 14-xxx

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PASO ROBLES AWARDDING
A CONTRACT TO UPGRADE THE AIRCRAFT FUEL FACILITY
AT THE PASO ROBLES AIRPORT

WHEREAS, the City of Paso Robles continues to operate the Municipal Airport for the aid and benefit of the public and their air transportation needs; and

WHEREAS, aircraft fuel service is an essential element of airport service; and

WHEREAS, it has been determined that the existing aircraft fueling facility needs upgrades and additional equipment in order to comply with current regulations; and

WHEREAS, City Council on February 5, 2013 approved a contract with Tartaglia Engineering to prepare bid documents, and the project was subsequently advertised for bids; and

WHEREAS, on January 27, 2014 the project was advertised for bids; and

WHEREAS, at the bid opening March 27, 2014, 13 bids were received ranging from \$699,299.10 to \$1,354,597; and

WHEREAS, staff reviewed the low bid submitted by Rockwood General Contractors and found it to be a responsive and responsible bid; and

WHEREAS, on July 16th, 2013, the City Council adopted Resolution No. 13-103, authorizing the City's application for a State Loan under the State Division of Aeronautics Revolving Loan program to fund the majority cost to install a new fuel facility at the Airport; and

WHEREAS, loan funds (\$600,000) were received January 15, 2014 and deposited to the Airport Budget until construction bids were received; and

WHEREAS, the staff report also established any cost above the loan amount the City qualified for and the bid price would be allocated from unbudgeted Airport Reserves.

THEREFORE, BE IT RESOLVED AS FOLLOWS:

SECTION 1. The City Council of the City of Paso Robles does hereby allocate / appropriate \$740,000 to budget no. 6029101-54520-C0034 with funding source. A breakdown of funding is as follows:

- \$600,000 State Loan received January 15, 2014
- \$139,299 From Airport Reserves (\$99,299 to cover construction balance and \$40,000 for contingency).

SECTION 2. The City Council does hereby award the contract to upgrade the aircraft fuel facility at the Paso Robles Municipal Airport to Rockwood General Contractors in the amount of \$ 699,299.10 (base bid), and authorizes the City Manager to execute the contract.

PASSED AND ADOPTED by the City Council of the City of Paso Robles this 15th day of April 2014 by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

Duane Picanco, Mayor

ATTEST:

Caryn Jackson, Deputy City Clerk