TO: James L. App, City Manager

FROM: Doug Monn, Public Works Director

SUBJECT: Airport Fuel Facility — Reject All Bids & Readvertise

DATE: May 6, 2014

NEEDS:

For City Council to consider rejecting all bids received to upgrade/improve the aircraft fuel facility at the Paso Robles Municipal Airport, and to readvertise for new bids.

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.
- 6. All of the bids exceeded the City's budget for this work.
- 7. The City received a bid protest against the bid submitted by Rockwood Contractors, who was the apparent low bidder.

ANALYSIS & CONCLUSION:

Staff recommends that City Council reject all bids received and authorize staff to readvertise. Based on this recommendation, the bid protest is moot.

POLICY

REFERENCE: Federal Air Regulations (FAR) Part 139; National Fire Protection Association

(NFPA) 407; Air Transport Association (ATA) 103

FISCAL

IMPACT: No fiscal impact to reject and readvertise.

OPTIONS: a. Adopt Resolution No. 14-xxx rejecting all bids received and authorizing staff to readvertise.

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 REJECTING ALL BIDS RECEIVED TO UPGRADE THE AIRCRAFT FUEL FACILITY AT THE PASO ROBLES AIRPORT

WHEREAS, on January 27, 2014 the City published a Notice inviting bids to upgrade existing aircraft fuel facilities at the Paso Robles Airport; and

WHEREAS, at the bid opening March 27, 2014, 13 bids were received; and

WHEREAS, all bids exceeded the City's budget for this work; and

WHEREAS, the City received a bid protest against the apparent low bidder.

THEREFORE, BE IT RESOLVED AS FOLLOWS:

<u>SECTION 1.</u> The City Council of the City of Paso Robles hereby rejects all bids received and authorizes staff to re-advertise for bids.

SECTION 2. Based on the City Council's action above, the bid protest is moot.

PASSED AND ADOPTED by the City Council of the City of Paso Robles this 6th day of May 2014 by the following vote:

AYES: NOES: ABSTAIN: ABSENT:		
	Duane Picanco, Mayor	
ATTEST:		
Caryn Jackson, Deputy City Clerk		