

County of Santa Clara
Santa Clara Valley Health & Hospital System
Agency Administration
Facilities




HHS06 042109

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DATE: April 21, 2009

TO: Board of Supervisors

FROM: 
Kim Roberts
SCVHHS - Chief Executive Officer

SUBJECT: Report on Bids and Award Communications Infrastructure Cabling of Valley Health Center at Milpitas

RECOMMENDED ACTION

Accept Report on Bids for the Communications Infrastructure Cabling of Valley Health Center at Milpitas.

Possible action:

- a. Award contract to Sprig Electric Co. in the amount of \$372,924.00 with a construction time of 120 calendar days.
- b. Approve encumbrance of additional \$37,292.00 as Supplemental Work Allowance for a total encumbered amount of \$410,216.00.
- c. Authorize Director, SCVHHS Facilities to issue Change Orders, as necessary, against

the allowance for Supplemental Work and to approve modifications to the contract time.
d. Ratify Addendum No. 1, 2, 3, 4, 5, 6, and 7.

FISCAL IMPLICATIONS

There is no impact on the General Fund as a result of this action. Funds from the sale of bonds authorized by the Board of Supervisors on February 8, 2005 have been transferred into SCVMC Capital Funds, Cost Center 6846, Project 921-0912, Communications Infrastructure Cabling of VHC Milpitas. The original estimate for this project was \$325,000.

CONTRACT HISTORY

On February 24, 2009, the Board of Supervisors authorized SCVHHS Facilities to solicit bids to install Communications Infrastructure & Cabling for the Valley Health Center at Milpitas located at 143 N. Main Street. Bids were opened by the Clerk of the Board at

2:00pm on April 2, 2009 and 4 bids were received. Sprig Electric Co. was the apparent low bidder with a bid of \$372,924.00.

Sprig Electric Co. does not have a prior contract history with Santa Clara Valley Health and Hospital System. Sprig Electric, however, is a contractor in the area able to do projects of this scale and complexity.

Addendum No. 1-2 Changed the Bid opening date at the Clerk of the Board.

Addendum No. 3 Indemnity agreement with general contractor.

Addendum No. 4 Modification of Work Summary.

Addendum No. 5 Contractor Submitted Questions.

Addendum No. 6-7 Addresses contract document error.

This contract is a Type 1 contract subject to the Resolution on Contracting Principles adopted by the Board of Supervisors on October 28, 1997. The Contracting Principles provisions were included in the bid documents.

REASONS FOR RECOMMENDATION

The project allows for necessary construction and installation of the communications infrastructure for the Valley Health Center at Milpitas facility.

The low bid was approximately 15% higher than the estimate. The bids were carefully reviewed and the three lowest bids were within 13% of each other which indicates the bid documents were complete and in good order. The increase above the estimated cost was likely due to material escalation. Therefore, it is recommended to accept the low bid and award the contract.

Name of Firm	Base Bid
Sprig Electric	\$ 372,924.00
WBE	\$ 405,426.00
CH Reynolds	\$ 424,784.00
Walker Comm	\$ 508,291.00

BACKGROUND

Construction of the Valley Health Center at Milpitas was included in the bond program approved by the Board on October 22, 2002. Funding for design of the health centers was approved by the Board in November 2002 and January 2003. The new Valley Health Center at Milpitas, located on County-owned land at 143 N. Main St. in Milpitas, will be a 59,000 square feet facility. It has been designed by Anshen & Allen.

The contract documents comply with the California Building Code (CBC), California

California Life Safety Code (CLSC), and California Fire Code (CFC) as specified in Title 24, California Administrative Code.

The contract documents are on file at the Office of the Clerk of the Board of Supervisors.

CONSEQUENCES OF NEGATIVE ACTION

Without this action, the contract can not be awarded to Sprig Electric Co. for installation of the communications infrastructure cabling.

STEPS FOLLOWING APPROVAL

- 1) Upon approval of the contract award, the Contractor will submit original Agreement, Insurance Certificate, Performance Bond and Payment Bond documents. The Clerk of the Board will review these documents for contract compliance, and upon acceptance, cause the Agreement to be executed by the President of the Board. The Project Manager will then issue a Notice to Proceed to the Contractor in accordance with the Contract Documents and Standard County procedures.
- 2) Clerk of the Board will send one (1) conformed copy of this Transmittal and signed copy of the contract to the Contractor.

3) Provide Keyboard notification to Duane Oberquell, Director, SCVHHS Facilities.

ATTACHMENTS

- Addendum 1
- Addendum 2
- Addendum 3
- Addendum 4
- Addendum 5
- Addendum 6
- Addendum 7