

ACTION BRIEF

BOARD OF DIRECTORS



Agenda Number 7.b

CONTACT: Brian Buzard
623-869-2545
bbuzard@cap-az.com

Ryan Johnson
623-869-2223
rjohnson@cap-az.com

MEETING DATE: Thursday, June 1, 2023

AGENDA ITEM: Job Order Construction Contract for the Fire Feeder Valves Project at CAP Headquarters (*Project Reliability*[^]) - Buzard

RECOMMENDATION: Staff recommends the Board of Directors approve a Job Order Construction Contract for the Fire Feeder Valves at CAP Headquarters with MGC Contractors Inc. and authorize the General Manager, or her designee, to execute an agreement in the amount of \$1,340,929 plus an additional \$268,186 (20% for contingencies) totaling \$1,609,115.

FISCAL IMPLICATIONS: No

Impact on Budget:

Work will begin in the 3rd quarter of 2023 and take approximately 6 months to complete.

The Project Steering Committee will continue to manage the project work and expenses within the current approved budget.

Additional spending authority requested: None required.

Impact on Reserves:

No impact on reserves.

Impact on Rates:

No impact on water rates.

LINKAGE TO STRATEGIC PLAN, POLICY, STATUTE OR GUIDING PRINCIPLE:

2022 CAWCD Board Strategic Plan

Project Reliability: *Providing reliable and cost-effective operations, maintenance, and replacement of CAP's infrastructure and technology assets*

ARS Title 34-603 Procurement of professional services and construction-manager-at-risk, design-build, and job-order-contracting construction services

CAP Purchasing Policy

PREVIOUS BOARD ACTION/ACTIVITY:

November 2021 Board Approved the CAP 2022-2023 Biennial Budget

ISSUE SUMMARY/DESCRIPTION:

At the CAP Headquarters campus, in-line isolation, hydrant isolation, and building riser isolation valves for fire protection have shown signs of degradation and are approaching the end of their useful life. These buried fire protection valves require excavation and replacement. Additionally, the team will install post indicators to allow for the fire crews to monitor and operate the valves more efficiently.

In the summer of 2022, the project team performed a pilot installation of isolation gate valves, post indicators, and hydrants to ensure the products selected would perform appropriately facility-wide. The pilot installation was a success, and this contract will replace the remaining 59 valves at CAP Headquarters.

MGC Contractors Inc. was selected pursuant to a cooperative Job-Order-Contract agreement and in accordance with ARS Title 34 and CAP's Purchasing Policy. This allows CAP to engage a qualified contractor that meets the required criteria and standards without needing to undertake a secondary bidding process. Accordingly, staff engaged MGC Contractors Inc in scope definition and price negotiation discussions for the required construction scope of work and they believe the price of the contract is fair and reasonable.

SUGGESTED MOTION:

I move that the Board of Directors approve a Job Order Construction Contract for the Fire Feeder Valves Project at CAP Headquarters with MGC Contractors Inc. and authorize the General Manager, or her designee, to execute an agreement in the amount of \$1,340,929 plus an additional \$268,186 (20% for contingencies) totaling \$1,609,115.

ATTACHMENTS:

None