CITY OF COOS BAY CITY COUNCIL Agenda Staff Report

MEETING DATE	AGENDA ITEM NUMBER
August 16, 2016	9

TO: Mayor Shoji and City Councilors

FROM: Public Works, Engineering Department

THROUGH: Jim Hossley, Public Works Director and Rodger Craddock, City Manager

ISSUE: Award of Contract to Johnson Rock Products for the Sewer Realignment at 488

Dunn Street

BACKGROUND:

The owner of Modern Floors, Mr. Crowder, approached the City in 2008 regarding two properties at the northwest corner at the intersection of Dunn Street and Ocean Boulevard. He was considering purchasing the properties and consolidating the lots and constructing a warehouse for his business (Modern Floors) located at 1900/1910 Ocean Boulevard NW. There is an existing 8 inch public sanitary sewer line that is aligned in an east to west direction along the common property line. If Mr. Crowder consolidated the two lots the public sanitary sewer line would be bisecting the lot. He spoke with City representatives because he had a concern that the City would not allow a structure to be placed over a public sewer line. Staff provided him approval provided that the portion of the pipe under the proposed structure is encased. Mr. Crowder delayed construction of the warehouse however he purchased the two properties and consolidated the lots.

Earlier this year, Mr. Crowder approached staff regarding the construction of the warehouse on the subject property. Based on current standards and the Oregon Plumbing Specialty Code, public lines are not allowed to be constructed under permanent structures for maintenance due to repair and liability reasons. As a result, Public Works suggested a cost sharing project with Mr. Crowder and proposed the realignment of the pipe along the northern property limits (see attached exhibit). Mr. Crowder contributed \$15,000 to the project because he proposed that is what it would have cost to encase the pipe and he will provide the City with a sewer and access easement. The City had plans and specifications prepared, with a planned bid opening on August 11, 2016; two bids were received:

Contractor	Bid Amount
Johnson Rock Products	\$43,653
Knife River	\$86,055

ADVANTAGES:

Realignment of this section of pipe will allow this property to be developed.

DISADVANTAGES:

Staff sees no disadvantages.

BUDGET IMPLICATIONS:

This project was not a planned Capital Improvement Project (CIP), as a result it is recommended that the source of funds for this contract is the Fund 29, Wastewater Improvement Fund Department 810, and Wastewater Emergency (29-810-530-3010). Staff has recommended a contingency (14.5% so that project will not be subject to prevailing wage) for a total amount of \$49,983.

ACTION REQUESTED:

If it pleases the City Council, award the Contract to Johnson Rock Products for the sewer realignment at 488 Dunn Street for an amount not to exceed of \$49,983.

