Rejection of Bid and Award of Bid No. 904-11

Richard Mendes, General Manager, Clark County Water Reclamation District

That the Clark County Water Reclamation District Board of Trustees reject the bid of Pipe Maintenance Services, the apparent low bidder, approve the award of Bid No. 904-11 to the next responsive and responsible bidder, Hoffman Southwest Corporation dba Professional Pipe Services, and authorize the General Manager to issue a purchase order for internal pipeline inspections for the period from date of award through June 30, 2012.

FISCAL IMPACT:

Fund #: O&M Fund Account
Fund Center: CCWRD
Description: Internal Pipeline Inspections

Fund Name: CCWRD Fund Account
Funded Pgm/Grant: N/A
Amount: 328,720

Budgeted funds in the amount of $328,720 are available in the District’s Operations and Maintenance Account.

BACKGROUND:

The District’s Wastewater Collection System (Collection System) has a need for an internal inspection to assess pipe condition of approximately 22,000 linear feet (LF) of gravity sewer pipe ranging in size from 42-inches to 84-inches in diameter. The Collection System is an aging part of the County’s infrastructure and requires inspection to identify potential failures that could lead to Sanitary Sewer Overflows (SSOs) and costly maintenance services. The inspection will identify debris and potential pipe failures in the Collection System. This inspection will help District staff optimize maintenance schedules and identify pipes that require repair or replacement. The inspection will consist of using Closed Circuit Television Equipment, Laser Profiling and SONAR technology to perform a comprehensive pipeline condition assessment.

On March 4, 2011, bids were opened and two (2) firms responded to provide inspection services of approximately 22,000 LF of gravity sewer pipe ranging in size from 42-inches to 84-inches in diameter. Upon completion of the reference checks to verify bidders’ experience, it was determined that the apparent low bid from Pipe Maintenance Services, Inc. (PMSI) was non-responsive. Review of PMSI’s bid showed that the bidder and the Project Manager/Crew Chief had insufficient experience performing projects of comparable nature, magnitude and complexity. Additionally, PMSI did not provide sufficient documentation of successful completion of five projects of similar scope and complexity in the past five years. Therefore, their bid was rejected pursuant to NRS 332.075. PMSI was notified of this action in a letter dated March 29,
2011. The District recommends award to the next lowest responsive and responsible bidder Hoffman Southwest Corporation dba Professional Pipe Services (Pro-Pipe). The bid price is considered fair and reasonable. Pro-Pipe currently holds a Clark County business license. The bid results are as follows:

<table>
<thead>
<tr>
<th>BIDDER</th>
<th>BID AMOUNT</th>
</tr>
</thead>
<tbody>
<tr>
<td>Hoffman Southwest Corporation, dba Professional Pipe Service (LBE)</td>
<td>$328,720</td>
</tr>
<tr>
<td>Pipe Maintenance Services (NBE)</td>
<td>$247,510</td>
</tr>
</tbody>
</table>

In accordance with NRS 332.065, if the governing body or its authorized representative has advertised for or requested bids in letting a contract, the governing body or its authorized representative must award the contract to the lowest responsive and responsible bidder.

This agenda item has been reviewed and approved by the District Attorney’s Office.

Respectfully submitted,

RICHARD MENDES  
General Manager

May 3, 2011  
RM:kv