

STAFF REPORT

To: Coastside County Water District Board of Directors
From: David Dickson, General Manager
Agenda: May 13, 2008

Report

Date: May 7, 2008

Subject: Award of Contract for Nunes Underground Storage Tank Removal and Above Ground Storage Tank Installation Project

Introduction

In July 2007, the Board of Directors instructed Staff to pursue removal of the present underground diesel storage tank at Nunes WTP and to replace it with an above ground storage tank.

Recommendation:

Award of contract for the Nunes UST removal and AGST installation to PC Inc.

Background:

Present defects in the underground storage tank at Nunes WTP require about \$13,000 in repairs. Present regulatory requirements mandate monthly, annual and pentannual testing of this tank at a cost of about \$22,000 every 5 years. In the event of a failure, environmental mitigation costs would be very significant. These tanks were traditionally installed underground since an above ground tank was considered an eyesore and there was not the present regulatory climate to maintain compliance.

We received 4 bids for this project, with PC Inc. coming in as the low bid at \$43,908. PC Inc. is a firm that specializes in this work.

Fiscal Impact:

There is \$60,000 allocated for this project in the FY08 budget. With the removal of the UST, O&M costs will be reduced by about \$4400 annually.