GWA RESOLUTION NO. 38-FY2019

RELATIVE TO APPROVAL OF FIRE HYDRANT (DRY BARREL) REPLACEMENT PROJECT PHASE I, GWA PROJECT NO. W19-002-BND

WHEREAS, under 12 G.C.A. § 14105, the Consolidated Commission on Utilities ("CCU") has plenary authority over financial, contractual, and policy matters relative to the Guam Waterworks Authority ("GWA"); and

WHEREAS, the Guam Waterworks Authority ("GWA") is a Guam Public Corporation established and existing under the laws of Guam; and

WHEREAS, GWA has approximately 3,800 fire hydrants throughout the island which were inspected and categorized in 2013-2014 by CDM Smiths as part of a system evaluation Task Order with USEPA and where the condition of the hydrants ranged from "Excellent" to "Extremely Poor"; and

WHEREAS, GWA Water Distribution Operations has been able to replace approximately 300 wet barrel fire hydrants from the condition assessment list in several villages where the simple changing out the hydrant body makes replacement relatively easy; and

WHEREAS, GWA Water Distribution Operations has managed to change out a much smaller number of dry barrel fire hydrants when critically required, however, replacement of dry barrel fire hydrants is much more complex, and in many cases involves more construction activities such as trenching, pipe and valve replacement, pavement/concrete demolition and restoration; and

WHEREAS, GWA finds this type of more complex hydrant replacement work to be more efficiently and effectively conducted by contractors as opposed to GWA operations; and
WHEREAS, on March 20, 2019, GWA advertised the Invitation to Bid IFB-03-ENG-2019 for the Fire Hydrant Replacement Phase I soliciting bid proposals from experienced and responsive bidders to replace fire hydrants, particularly 78 dry barrel type fire hydrants; and

WHEREAS, this project consists of furnishing all labor, tools, equipment and materials, necessary to install new wet barrel fire hydrants to replace dry barrel fire hydrants in the villages of Barrigada, Mangilao, Mongmong-Toto-Maite, Yona, Tamuning, Dededo and Chalan Pago, including coordination with GWA Water Distribution Operations, GWA Engineering, the Department of Public Works and the Guam Fire Department, if necessary; and

WHEREAS, IFB packages were obtained by multiple interested parties, from which GWA received bid proposals from three (3) parties (SEE EXHIBIT A – Abstract of Bids) before the bid proposal deadline; and

WHEREAS, GWA Engineering analyzed the bid proposals received and determined that the bid package submitted by Mega United Corporation was the lowest responsive and responsible bid and met all the bid requirements set forth by GWA; and

WHEREAS, GWA Management seeks CCU approval of Mega United Corporation’s bid proposal (SEE EXHIBIT B - Bid Proposal) of One Million Two Hundred Forty-Two Thousand Six Hundred Seventy Dollars ($1,242,670.00), plus the ten percent (10%) contingency of One Hundred Twenty-Four Thousand Two Hundred Sixty-Seven Dollars ($124,267.00), to bring the total authorized funding amount to One Million Three Hundred Sixty-Six Thousand Nine Hundred Thirty-Seven Dollars ($1,366,937.00); and

WHEREAS, GWA Management further seeks CCU approval to petition the Public Utilities Commission approval of the contact given this project meets the Contract Review Protocol requirements for GWA projects for which the use of Bond funds is intended; and

WHEREAS, funding for this project will utilize Bonds funds and revenue funds.
NOW BE IT THEREFORE RESOLVED, the Consolidated Commission on Utilities does hereby approve the following:

1. The recitals set forth above hereby constitute the findings of the CCU.
2. The CCU finds that the terms and conditions set by GWA relative to commencement of work activities are fair and reasonable and serve as a measure of Quality Assurance/Quality Control (QA/QC).
3. The CCU hereby authorizes the management of GWA to accept the bids proposals from Mega United Corporation (Exhibit B).
4. The CCU hereby further authorizes the management of GWA to enter into a contract with Mega United Corporation in the amount of One Million Two Hundred Forty-Two Thousand Six Hundred Seventy Dollars ($1,242,670.00).
5. The CCU hereby further approves the funding of One Million Two Hundred Forty-Two Thousand Six Hundred Seventy Dollars ($1,242,670.00), plus the 10% contingency of One Hundred Twenty-Four Thousand Two Hundred Sixty-Seven Dollars ($124,267.00), to bring the total authorized funding amount to One Million Three Hundred Sixty-Six Thousand Nine Hundred Thirty-Seven Dollars ($1,366,937.00).
6. The CCU hereby further approves the funding for this project will be from the Bonds funds and Internally Funded CIP funds.
7. The CCU hereby further approves GWA management petition the PUC’s approval of the project and contract proposal.

RESOLVED, that the Chairman certified and the Board Secretary attests to the adoption of this Resolution.

DULY AND REGULARLY ADOPTED, this 23rd day of July, 2019.

Certified by: 

Attested by:

JOSEPH T. DUENAS  
Chairperson

MICHAEL T. LIMTIACO  
Secretary
SECRETARY'S CERTIFICATE

I, Michael T. Limtiaco, Board Secretary of the Consolidated Commission on Utilities as evidenced by my signature above do hereby certify as follows:

The foregoing is a full, true and accurate copy of the resolution duly adopted at a regular meeting by the members of the Guam Consolidated Commission on Utilities, duly and legally held at a place properly noticed and advertised at which meeting a quorum was present and the members who were present voted as follows:

AYES: 5
NAYS: 0
ABSTENTION: 0
ABSENT: 0