



# CONTRACT MONITORING DIVISION OFFICE OF THE CITY ADMINISTRATOR



London N. Breed, Mayor  
Carmen Chu, City Administrator

Stephanie Tang, Director

## MEMORANDUM

**Date:** May 1, 2023

**To:** Ben Washington, Contract Administration, SF Public Works  
Edmund Lee, Project Manager, SF Public Works

**From:** Ivan Oldenkamp, Contract Monitoring Division

**Subject:** Sourcing ID: 0000007995 Various Locations Pavement Renovation No.60 and Sewer Replacement – CMD Review

---

The Contract Monitoring Division (“CMD”) has reviewed the bids submitted for the above referenced project, applied the appropriate bid discounts, and determined responsiveness to the Chapter 14B pre-award requirements. A Micro-LBE subcontracting requirement of 18% was established for this project. A Small-LBE subcontracting requirement of 4% was also established for this project. The combined LBE subcontracting requirement was 22%. As stated in the Advertisement for Bids, Micro-LBEs may be used to satisfy the 4% Small-LBE requirement.

Below is a summary of CMD’s review.

Bidder	LBE Status	Total Bid with Alternates	LBE Bid Discount	Adjusted Bid with Bid Discount
Precision Engineering, Inc.	SBA	\$11,142,641.58	2%	\$10,919,788.75
A. Ruiz Construction Co. & Assoc., Inc.	SF LBE - MBE (Small)	\$11,194,253.42	2%	\$10,970,368.35
Mitchell Engineering	Non-LBE*	\$11,085,713.08	0%	\$11,085,713.08
Bauman Landscape and Construction, Inc.	SF LBE - OBE (Small)	\$11,940,865.10	2%	\$11,702,047.80
Ghilotti Bros, Inc.	Non-LBE	\$11,900,450.00	0%	\$11,900,450.00

\*Mitchel Engineering’s LBE certification expired on January 31, 2023 and has not been renewed.

Precision Engineering, Inc. (“Precision”) is the lowest responsive bidder. Precision satisfied the Good Faith Outreach requirement by including a new Micro-LBE firm (Bay Tech Engineering).

Precision met the 18% Micro-LBE and 4% Small-LBE subcontracting requirement by listing the following LBE firms:

<b>LBE Subcontractor</b>	<b>Scope of Work</b>	<b>Status</b>	<b>Percent LBE</b>	<b>Listed Amount</b>	<b>Amount Credited</b>	<b>Percent of Work</b>	
Roadway Construction Inc.	Grinding and paving	SF LBE - MBE (Micro)	100%	\$2,564,521.58	\$2,564,521.58	23.02%	
Bay Tech Engineering	Electrical work	SF LBE - MBE (Micro)	100%	\$171,300.00	\$171,300.00	1.54%	
Hernandez Engineering	Traffic control	SF LBE - MBE (Small)	100%	\$60,000.00	\$60,000.00	0.54%	
Reliance Engineering	Allowance for OCS support	SF LBE - MBE (Micro)	100%	\$15,000.00	\$0.00*	0.00%	
				<b>TOTAL</b>	<b>\$2,810,821.58</b>	<b>\$2,795,821.58</b>	<b>25.09%</b>

\* Reliance Engineering has been listed for allowance work, and therefore their work cannot be counted towards the pre-award LBE subcontracting requirement.

Precision has also listed the following non-LBE subcontractors:

<b>Non-LBE Subcontractor</b>	<b>Scope of Work</b>	<b>Status</b>	<b>Listed Amount</b>	
Professional Asbestos Removal Corporation	Unforeseen hazardous/contaminated materials	Non-LBE	\$15,000.00	
			<b>TOTAL</b>	<b>\$15,000.00</b>

Based on the foregoing, CMD has determined that Precision Engineering, Inc. has complied with the Chapter 14B pre-award requirements. Should you have any questions, please contact Ivan Oldenkamp at [ivan.oldenkamp@sfgov.org](mailto:ivan.oldenkamp@sfgov.org)