



MEMORANDUM

TO: CITY COUNCIL

FROM: JAMES A. BERGMAN, CITY MANAGER

BY: JILL MCPEEK, CAPITAL IMPROVEMENT PROJECT MANAGER

SUBJECT: CONSIDERATION OF AN AWARD OF CONTRACT TO R. BURKE CORPORATION FOR CONSTRUCTION OF THE 2017 CONCRETE REPAIRS PROJECT, PW 2017-06

DATE: SEPTEMBER 12, 2017

RECOMMENDATION:

It is recommended the City Council:

1. Award a contract for the 2017 Concrete Repairs Project to R. Burke Corporation in the amount of \$165,777; and;
2. Authorize the City Manager to approve change orders for 10% of the contract amount, \$16,577 for unanticipated costs during the construction phase of the project (total construction costs = \$165,777 + \$16,577 = \$182,354).

SUMMARY OF ACTION:

Take action to award a construction contract for concrete repairs including various high traffic sidewalks, the Five Cities Fire Authority driveway, and a decomposed granite path. Work is anticipated in October and November 2017.

IMPACT ON FINANCIAL AND PERSONNEL RESOURCES:

An allocation of \$196,539 of Local Sales Tax funds is included in the Capital Improvement Program budget for concrete and Five Cities Fire Authority driveway repairs. An allocation of \$36,880 of Water Neutralization is also included for a decomposed granite pathway at Parque Pequeno. It is estimated that there are enough funds to complete the base bid and the three bid add alternatives for the project.

BACKGROUND:

The general project scope of work involves the replacement of damaged/uplifted sidewalk and uplifted curb and gutter adjacent to mature trees along segments of East Grand Avenue, Halcyon Road, and West Branch Street. Locations along these routes are included in the base bid up to the amount available in the current budget as shown in Attachment 1. The project also includes three bid add alternates: replacing a section of sidewalk at 1107 El Camino Real, removing and replacing a portion of the Five Cities

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Fire Authority driveway, and completing improvements at Parque Pequeno Park on Woodland Drive.

ANALYSIS OF ISSUES:

On August 8, 2017, the Council approved the construction plans and specifications for the 2017 Concrete Repairs Project and authorized the advertisement for construction bids. The project included a schedule of sidewalk locations in the base bid and three additive alternatives in the event favorable bids were received. The project specifications stipulated that contract award would be determined solely on the base bid.

On August 29, 2017, six bids were received for the 2017 Concrete Repairs Project. The lowest base bid, from R. Burke Corporation, was in the amount of \$94,286. The bid is determined to be responsive and R. Burke Corporation to be a responsible bidder.

Based on the total budget available, it is estimated that there are enough funds to complete the base bid and the three bid add alternatives for the project as follows:

| | |
|---|-------------------|
| REVENUE | |
| Sales Tax | |
| 17/18 Concrete Repairs | \$ 110,000 |
| 16/17 Concrete Repairs Carry Over | 24,039 |
| Fire Station Driveway | 62,500 |
| Water Neutralization | <u>36,880</u> |
| TOTAL REVENUE | \$ 233,419 |
| EXPENDITURES | |
| Concrete Repairs - Base Bid, plus Contingencies | 103,715 |
| ECR and Driveway - Bid Alternates 1 & 2, plus Contingencies | 42,346 |
| Parque Pequeno - Bid Alternate 3, plus Contingencies | 36,294 |
| Construction Mgt, Inspection, Advertisement, Testing | 34,064 |
| 2017 and 2018 Concrete Design | 15,500 |
| Parque Pequeno Design | <u>1,500</u> |
| TOTAL EXPENDITURES | \$ 233,419 |
| PROJECTED PROJECT BALANCE | \$ 0 |

Based on this total project budget available, an award of a construction contract for the base bid and the three bid add alternatives to R. Burke Corporation is recommended.

The contract time is forty-five (45) working days. It is anticipated work will be completed in October and November 2017.

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ALTERNATIVES:

The following alternatives are provided for the Council's consideration:

1. Approve staff's recommendations;
2. Approve staff's recommendations, but only for the base bid;
3. Approve staff's recommendations, but for the base bid and only some of the bid add alternatives;
4. Do not award a construction contract for the project; or
5. Provide direction to staff.

ADVANTAGES:

The project will reduce the potential trip and fall hazards along selected streets, address complaints from the public, improve access for individuals with disabilities, and function as a sound asset management strategy for the City.

DISADVANTAGES:

There will be intermittent sidewalk closures during the project. These will be minimized as much as possible, and the project specifications require the contractor to notify affected businesses and residents in advance.

ENVIRONMENTAL REVIEW:

The project is categorically exempt from the California Environmental Quality Act (CEQA) pursuant to Guideline Section 15301(c) for existing sidewalk, gutter and similar facilities.

PUBLIC NOTIFICATION AND COMMENTS:

The Agenda was posted at City Hall and on the City's website in accordance with Government Code Section 54954.2.

Attachments:

1. 2017 Concrete Repairs Bid Opening Log Sheet



**CITY OF ARROYO GRANDE
BID OPENING LOG SHEET**

**DEADLINE: TUESDAY, AUGUST 29, 2017 – 10:00 AM
PROJECT NAME: 2017 CONCRETE REPAIRS
PROJECT NO.: PW-2017-06
ESTIMATED CONSTRUCTION COST: \$155,000**

| <u>SUBMITTED BY:</u> | <u>BASE BID</u> | <u>ALT #1</u> | <u>ALT #2</u> | <u>ALT #3</u> | <u>TOTAL BID</u> |
|---|------------------------|----------------------|----------------------|----------------------|-------------------------|
| R. Burke Corporation San Luis Obispo, CA | \$94,286.00 | \$9,546.00 | \$28,950.00 | \$32,995.00 | \$165,777.00 |
| J.J. Fisher Construction Nipomo, CA | \$137,847.00 | \$6,210.50 | \$40,795.00 | \$33,209.00 | \$218,061.50 |
| Betschart Contractors Paso Robles, CA | \$254,942.00 | \$9,257.00 | \$36,580.00 | \$64,791.00 | \$365,570.00 |
| G. Sosa, Construction Santa Maria, CA | \$107,633.00 | \$2,802.00 | \$47,600.00 | \$40,660.00 | \$198,695.00 |
| Brough Construction Arroyo Grande, CA | \$109,126.00 | \$3,872.00 | \$42,790.00 | \$36,827.00 | \$192,615.00 |
| Rdz Contractors Nipomo, CA | \$114,845.38 | \$4,044.41 | \$44,956.07 | \$21,860.69 | \$185,706.54 |

Glenda Boner

Glenda Boner, Administrative Secretary

C: Director of Public Works
Capital Improvement Project Manager