

# Agenda Report

TO: CITY COUNCIL

**DATE:** October 19, 2009

FROM: CITY MANAGER

SUBJECT: CONTRACT AWARD TO AMERICAN ASPHALT SOUTH, INC. FOR THE SLURRY SEAL OF STREETS – 2009 FOR AN AMOUNT NOT TO EXCEED \$ 750,000.

### **RECOMMENDATION:**

It is recommended that the City Council:

- 1. Acknowledge the project to be categorically exempt under Section 21084 of the Public Resources Code in accordance with Article 19, Section 15301 (Class 1), subsection (c) (repair of existing public streets) pursuant to the findings of the Secretary of the Resources Agency, and a Notice of Exemption for the project has been filed with the Los Angeles County Clerk on September 22, 2009; and
- 2. Accept the bid dated October 7, 2009, submitted by American Asphalt South, Inc. in response to the Project Specifications for the Slurry Seal of Streets 2009, reject all other bids received, and authorize the City Manager to enter into such contract as is required for an amount not to exceed \$750,000.

## BACKGROUND:

This project consists of the slurry seal of 18.5 miles of City streets. A map of all street segments is included in Attachment A. In addition to slurry seal work, this project also includes repainting of existing permanent traffic striping and installing raised pavement markers.

A finding of compliance with the General Plan was previously made and is shown on page 2.1 of the FY 2010-2014 Capital Improvement Program.

Under the State Guidelines for the Implementation of the California Environmental Quality Act (CEQA), this project is categorically exempt since the work consists of the maintenance of existing public streets. A Notice of Exemption has been filed with the Los Angeles County Clerk.

The Department of Public Works prepared plans and specifications for this project. In accordance with Section 4.08.070 of the Pasadena Municipal Code, bids have been requested and received.

This project was advertised in the <u>Pasadena Journal</u> on October 7, 2009. In addition, the Notice Inviting Bids was published in two trade publications and two websites. Bid packets were obtained by ten contractors, seven of whom submitted bids for the project.

Following advertising, bids were received on October 7, 2009, and are as follows:

Bidder	<u>Amount</u>
1.American Asphalt South, Inc., Fontana	\$ 459,441.00
2.Roy Allan Slurry Seal, Inc., Santa Fe Springs	\$ 487,543.75
3.Bond Blacktop, Inc., Union City	\$ 502,805.00
4. Doug Martin Contracting Co., Inc., La Habra	\$ 503,686.75
5.Pavement Coatings Co., Mira Loma	\$ 516,437.75
6 All American Asphalt, Corona	\$ 576,990.00
7 Valley Slurry Seal Company, West Sacramento	\$ 547,106.25

The lowest bid received was 7.1 percent lower than the Engineer's Estimate of \$494,375. It is recommended that American Asphalt South, Inc., Fontana be awarded the contract for this project as they are the lowest responsive and responsible bidder and that all other bids be rejected. The proposed contract with American Asphalt South, Inc. fully complies with the competitive bidding ordinance and the rules and regulations promulgated thereunder as did the contractor selection process. The contractor has indicated that the award of this contract will result in no new hires to his present workforce.

The contract for this project will be set as follows:

Base Bid	\$459,441
Contingency Allowance for Rose Bowl	244,615
Contingency Allowance (Unknown Contingency)	45,944
Contract "Not to Exceed" Amount	\$750,000

The contingency amount for this project has been significantly increased to possibly include additional work around the Rose Bowl Loop. In conjunction with the slurry sealing of the Rose Bowl Loop, work being considered to improve the current circulation plan includes the installation of colored slurry along the pedestrian walkway, traffic delineators, and additional traffic control signage. Presently, the final circulation plan is being prepared for the approval of the City Council and scheduled to be presented in November 2009. It is anticipated that construction will begin in November 2009, and be completed in January 2010.

#### ENVIRONMENTAL ISSUES:

This project helps maintain the street and prevents further deterioration of the same.

#### **FISCAL IMPACT:**

Sufficient funds for this project are available in Capital Improvement Program Budget Account 73580 (Preventive Maintenance - Asphalt Streets). This project has Gas Tax appropriation.

Respectfully submitted,

MICHAEL . BECK City Manager

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Approved by:

Martin Pastucha, Director Department of Public Works

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