

Agenda Report

DATE: August 6, 2012

TO: Honorable Mayor and City Council

FROM: Department of Public Works

SUBJECT: CONTRACT AWARD TO SULLY-MILLER CONTRACTING COMPANY FOR IMPROVEMENT OF LINCOLN AVENUE FROM FOREST AVENUE TO NORTH CITY LIMIT, FOR AN AMOUNT NOT TO EXCEED \$1,500,000

RECOMMENDATION:

It is recommended that the City Council:

1. Find that, on February 28, 2012, the project proposed herein was found to be categorically exempt under the California Environmental Quality Act (CEQA) Guidelines in Section 15301 (c), Existing Facilities, of the California Code of Regulations Title 14, Chapter 3. This exemption includes minor alterations involving negligible expansion of use beyond that previously existing, and there are no changed circumstances or new information which would require further environmental review; and
2. Accept the bid dated July 11, 2012, submitted by Sully-Miller Contracting Company, in response to the Project Specifications for Improvement of Lincoln Avenue from Forest Avenue to North City Line; reject all other bids received, and authorize the City Manager to enter into such contract as is required for an amount not to exceed \$1,500,000.

BACKGROUND:

This project consists of the overlay of concrete pavement on Lincoln Avenue between Forest Avenue to the North City Limit with asphalt rubber hot mix (ARHM); removal and replacement of portions of damaged concrete improvements including curb, gutter, sidewalk, driveway apron, cross gutter, spandrel, and local depressions; construction of curb ramps; installation of detectable warning tiles; localized street reconstruction including the removal of existing asphalt concrete pavement, the compaction of the subgrade, and placement of crushed aggregate base and asphalt concrete pavement; and miscellaneous appurtenant work at various locations.

A finding of compliance with the General Plan was previously made and is shown on page 2.4 of the FY 2013-2017 Capital Improvement Program.

The Department of Public Works prepared plans and specifications for this project and bids have been received. This project was advertised in the Pasadena Journal on June 7, 2012. In addition, the Notice Inviting Bids was published in two trade publications and listed on two websites. Bid packets were obtained by 23 contractors, 12 of whom submitted bids for the project.

Following advertising, bids were received on July 11, 2012, and are as follows:

<u>BIDDER</u>	<u>AMOUNT</u>
1. Sully-Miller Contracting Company, Brea	\$1,348,474.50
2. Spiess Construction, Santa Maria	\$1,353,468.00
3. EBS General Engineering Inc., Corona	\$1,379,886.00
4. Hardy & Harper Inc., Santa Ana	\$1,414,000.00
5. Silvia Construction Inc., Rancho Cucamonga	\$1,420,740.00
6. All-American Asphalt, Corona	\$1,471,020.40
7. Excel Paving Co., Long Beach	\$1,474,911.00
8. C.A. Rasmussen, Inc., Valencia	\$1,623,225.00
9. Yakar, San Dimas	\$1,626,651.70
10. Nobest, Inc., Garden Grove	\$1,628,000.00
11. Gentry Brothers, Inc., Irwindale	\$1,637,745.00
12. Kalban, Inc., Sun Valley	\$1,871,344.50
Engineer's Estimate	\$1,860,264.00

The lowest responsive bid, submitted by Sully-Miller Contracting Company, is 28 percent lower than the Engineer's Estimate. The bid received from the successful low bidder is lower than the Engineer's estimate due to a slowing economy, resulting in greater competition between contractors.

It is recommended that Sully-Miller Contracting Company be awarded the contract for this project as it is the lowest responsive and responsible bidder. The proposed contract with Sully-Miller Contracting Company fully complies with the Competitive Bidding and Living Wage Ordinances. The Contractor has indicated that the award of this contract will result in no new hires to its present workforce and will comply with the City's Local Hiring Program requirements.

The contract for this project will be set as follows:

Base Bid	\$ 1,348,474.50
Contingency Allowance	\$ <u>151,525.50</u>
Contract "Not to Exceed" Amount	\$ 1,500,000.00

It is anticipated that construction will begin in September 2012 and be completed in February 2013.

COUNCIL POLICY CONSIDERATION:

The project is consistent with the City Council's goal to "Improve, maintain and enhance public facilities and infrastructure." It also supports the Public Facilities Element of the General Plan by maintaining public facilities to enhance the quality of life of the community.

ENVIRONMENTAL ANALYSIS:

On February 28, 2012, the City's Environmental Administrator determined the project is categorically exempt under the California Environmental Quality Act (CEQA) Guidelines in Section 15301 (c), Existing Facilities, of the California Code of Regulations Title 14, Chapter 3. This exemption includes minor alterations involving negligible expansion of use beyond that previously existing. A Notice of Exemption for the project was filed with the Los Angeles County Clerk on April 2, 2012. There are no changed circumstances or new information which would require further environmental review.

FISCAL IMPACT:

The cost of this contract will be \$1,500,000 and the total cost of this action will be \$1,600,000. Funding for this action will be addressed by the utilization of existing budgeted appropriations in the Improvement of Alleys & Concrete Streets CIP project (budget account 73904), and a portion of a CalRecycle Rubberized Asphalt Pavement grant. Staff will return to City Council for appropriation of the grant funds into the project account at a later date. It is anticipated that all of the cost will be spent during the current fiscal year. There are minor indirect and support costs such as maintenance and information technology support anticipated.

Gas Tax	\$1,508,825
CalRecycle Rubberized Asphalt Pavement Grant	\$ 91,175
Total Sources	\$1,600,000

The following table represents a contract summary.


Base Bid	\$ 1,348,474.50
Contingency Allowance	\$ 151,525.50
Contract Total	\$ 1,500,000.00
Administration/Inspection	\$ 100,000.00
Total Fiscal Impact	\$ 1,600,000.00

Respectfully submitted,



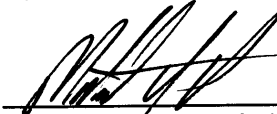
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