

Agenda Report

February 27, 2017

TO: Honorable Mayor and City Council

FROM: Department of Public Works

SUBJECT: CONTRACT AWARD TO DM CONTRACTING, INC. FOR MISCELLANEOUS CONCRETE REPAIR - 2017 FOR AN AMOUNT NOT TO EXCEED \$273,000

RECOMMENDATION:

It is recommended that the City Council:

- Find the project proposed herein to be categorically exempt under the California Environmental Quality Act (CEQA) Guidelines in accordance with Title 14, Chapter 3, Class 1, Section 15301, minor alterations of existing public facilities involving negligible or no expansion of use beyond that previously existing at the time of the lead agency's determination; and
- 2. Accept the bid dated February 1, 2017 submitted by DM Contracting, Inc. in response to specifications for Miscellaneous Concrete Repair 2017 and authorize the City Manager to enter into a contract not to exceed \$273,000 which includes the base contract amount of \$237,263 and a contingency of \$35,737 to provide for any necessary change orders.

BACKGROUND:

This project consists primarily of the removal and replacement of portions of damaged concrete curb, gutter, and driveway aprons as needed at various locations throughout the City, as well as repair of damaged sidewalk when required due to building permit valuations or property sales (in these instances, repair of the damaged sidewalk is being paid for by the property owners). A location map is included as Attachment A to this report.

A finding of compliance with the General Plan was previously made and is shown on pages 2.4 and 2.5 of the FY 2017 – FY 2021 Capital Improvement Program.

MEETING OF 02/27/2017

Contract Award for Miscellaneous Concrete Repair - 2017 February 27, 2017 Page 2 of 4

The Department of Public Works prepared specifications for the project and in accordance with Section 4.08.070 of the Pasadena Municipal Code, bids were requested and received. The project was advertised in the *Pasadena Journal* on January 12, 2017. In addition, the Notice Inviting Bids was published in four trade publications and the City's website, which generated notices to 22 local vendors. Twenty-nine contractors obtained bid packets, of which 12 submitted bids for the project.

Following advertising, bids were received on February 1, 2017, and are as follows:

Bidder	Amount (\$)
1. DM Contracting, Inc., Colton	\$237,263
2. FS Contractors Inc., Sylmar	\$250,950
3. California Landscape Design, Upland	\$254,870
4. P.K. Construction, Altadena	\$261,952
5. Minako America Corp., dba. Minco Construction, Gardena	\$265,956
6. Calpromax Engineering, Inc., Placentia	\$282,727
7. Vido Samarzich Inc., Alto Loma	\$313,328
8. Hardy and Harper Inc., Santa Ana	\$321,000
9. Martinez Landscape Inc., Sylmar	\$342,128
10. CT & T Concrete Paving., Diamond Bar	\$406,018
11. Nobest Inc., Garden Grove	\$443,998
12. E. C. Construction, South El Monte	\$536,038
Engineer's Estimate	\$275,310

The lowest bid received was 16 percent lower than the Engineer's Estimate of \$275,310. Due to the favorable bid results, the Department of Public Works is adding to the Contractor's scope of work additional damaged locations that would have been addressed in future projects. Consequently, the contingency allowance, normally ten percent of the bid amount, is 15 percent to allow the department to take advantage of low unit prices for various concrete repair items.

It is recommended that DM Contracting, Inc. be awarded a contract for this project as they are the lowest responsive and responsible bidder. The proposed contract with DM Contracting, Inc. fully complies with the Competitive Bidding and Living Wage Ordinances. In addition, the proposed contract fully complies with the Prevailing Wage Law (Senate Bill 7) per Resolution 9406 adopted by the City Council on December 14, 2014. The contractor has indicated that the award of this contract will result in no new hires to the present workforce. A Local Hiring Provision to notify the labor unions of the goal to employ qualified Pasadena residents for 75 percent of new labor work hours on the project was included in the project specifications.

DM Contracting, Inc. has not previously contracted with the City of Pasadena. Staff has confirmed that the contractor's license and Department of Industrial Relations status are in good standing, and received favorable reference checks from other agencies.

Contract Award for Miscellaneous Concrete Repair - 2017 February 27, 2017 Page 3 of 4

The contract for this project will be set as follows:

Base Bid	\$237,263
Contingency Allowance	<u>\$ 35,737</u>
Contract "Not to Exceed" Amount	\$273,000

It is anticipated that construction will begin in April 2017 and be completed in July 2017.

COUNCIL POLICY CONSIDERATION:

The project is consistent with the City Council's goals to improve, maintain and enhance public facilities and infrastructure, and improve mobility and accessibility throughout the City. 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:

The City's Environmental Administrator recommends that the City Council determine the proposed project to be exempt under CEQA in accordance with Title 14, Chapter 3, Class 1, Section 15301, minor alterations of existing public facilities involving negligible or no expansion of use beyond that existing at the time of lead agency's determination.

Contract Award for Miscellaneous Concrete Repair - 2017 February 27, 2017 Page 4 of 4

FISCAL IMPACT:

The cost of this contract is \$273,000 and the total cost of this action will be \$303,000. Funding for this action will be addressed by the utilization of existing budgeted appropriations in the below listed CIP projects. It is anticipated that all of the funds will be spent during FY 2017 and FY 2018.

The following table represents a summary of the sources of funds that will be used.

Pedestrian Accessibility (Budget Account 73909)	\$ 30,000
Preventive Maintenance Curb & Gutter (Budget Account 73921)	\$273,000
Total Sources	\$303,000

The following table represents a project summary.

Base Bid	\$237,263
Contingency	\$ 35,737
Contract Administration/Inspection	\$ 30,000
Total Fiscal Impact	\$303,000

Respectfully submitted,

ANA MALOYAN, P.E. Director of Public Works

Prepared by:

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Approved by:

STEVE MERMELL City Manager

Attachment A – Map of Miscellaneous Concrete Repair - 2017