

Agenda Report

January 9, 2017

TO: Honorable Mayor and City Council

FROM: Department of Public Works

SUBJECT: CONTRACT AWARD TO HARDY & HARPER, INC. FOR PREVENTIVE MAINTENANCE OF STREETS – 2016 FOR AN AMOUNT NOT TO EXCEED \$976,000

RECOMMENDATION:

It is recommended that the City Council:

1. Find the project 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 December 28, 2016 submitted by Hardy & Harper, Inc. in response to the Specifications for the Preventive Maintenance of Streets – 2016, and authorize the City Manager to enter into a contract not to exceed \$976,000 which includes the base contract amount of \$888,000 and a contingency of \$88,000 to provide for any necessary change orders.

BACKGROUND:

This project consists of the construction of asphalt overlays including asphalt rubber hot mix overlay; localized street reconstruction; grinding of existing asphalt concrete; removal and reconstruction of damaged concrete curb, gutter, sidewalk, curb ramps, driveway aprons, and cross gutters; adjustment of existing utility manholes; replacement of traffic signal loop detectors; installation of raised pavement markers; and miscellaneous appurtenant work. A list of the streets and a map showing locations are included as Attachments A and B to this report.

A finding of compliance with the General Plan was previously made and is shown on page 2.1 of the adopted FY 2017 Capital Improvement Program (CIP).

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 were requested and received. The project was advertised in the *Pasadena Journal* on December 8, 2016. In addition, the Notice Inviting Bids was published in four trade publications and published on the City's website, which generated notices to 16 local vendors. Bid packets were obtained by 31 contractors, six of whom submitted bids for the project.

Following advertising, bids were received on December 28, 2016, and are as follows:

Bidder	Amount (\$)
1. Hardy & Harper, Inc., Santa Ana	\$888,000
2. Sully-Miller Contracting Company, Brea	\$972,362
3. Toro Enterprises, Inc., Oxnard	\$998,361
4. E.C. Construction, South El Monte	\$1,024,677
5. All American Asphalt, Corona	\$1,101,177
6. Excel Paving Company, Long Beach	\$1,244,585
Engineer's Estimate	\$1,031,290

The lowest bid received was 14 percent lower than the Engineer's Estimate of \$1,031,290, which was based on past bids received.

The Department of Public Works recommends that Hardy & Harper, Inc. be awarded the contract for this project as they are the lowest responsive and responsible bidder. The proposed contract with Hardy & Harper, Inc. fully complies with the Competitive Bidding and Living Wage Ordinances. In addition, the proposed contract with Hardy & Harper, Inc. fully complies with the Prevailing Wage Law (Senate Bill 7) per Resolution 9406 adopted by the City Council on December 15, 2014. The contractor has indicated that the award of this contract will result in six new hires to its present workforce.

Hardy & Harper, Inc has completed contracts totaling approximately \$4,390,000 on various City projects since 2010.

The contract for this project will be set up as follows:

Base Bid	\$ 888,000
Contingency Allowance	\$ 88,000
Contract "Not to Exceed" Amount	\$ 976,000

It is anticipated that construction will begin in March 2017 and be completed in June 2017.

COUNCIL POLICY CONSIDERATION:

This project is consistent with the City Council's goal 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.

FISCAL IMPACT:

The cost of this contract is \$976,000 and the total cost of this action will be \$1,070,000. 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 cost will be spent in FY 2017. There are minor indirect and support costs such as maintenance anticipated.

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

Resurfacing and Slurry Seal (Budget Account 73901)	\$ 60,154
Pedestrian Accessibility (Budget Account 73903)	\$ 42,821
Resurfacing and Slurry Seal (Budget Account 73907)	\$ 967,025
Total Sources	\$1,070,000

The following table represents a contract summary.

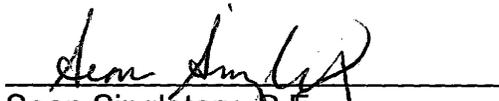
Base Bid	\$ 888,000
Contingency Allowance	\$ 88,000
Contract Administration/Inspection	\$ 94,000
Total Fiscal Impact	\$ 1,070,000

Respectfully submitted,



ARA MALOYAN, P.E.
Director of Public Works

Prepared by:



Sean Singletary, P.E.
Principal Engineer

Approved by:



STEVE MERMELL
City Manager

Attachment A - List of Streets
Attachment B - Location Map