

Agenda Report

April 15, 2019

TO: Honorable Mayor and City Council

FROM: Department of Public Works

SUBJECT: CONTRACT AWARD TO HARDY & HARPER, INC. FOR ANNUAL CITYWIDE STREET AND ADA IMPROVEMENT PROGRAM - FY 2019 FOR AN AMOUNT NOT TO EXCEED \$1,900,000

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 that there are no features that distinguish this project from others in the exempt class, and therefore, there are no unusual circumstances; and
2. i) Accept the bid dated April 5, 2019, submitted by Hardy & Harper, Inc. in response to the Specifications for the Annual Citywide Street and ADA Improvement Program - FY 2019; ii) reject all other bids; and iii) authorize the City Manager to enter into a contract not to exceed \$1,900,000 which includes the base contract amount of \$1,632,555 and a contingency of \$267,445 to provide for any necessary change orders.

BACKGROUND:

This project consists of the resurfacing of 2.5 miles of asphalt pavement including removal and reconstruction of damaged concrete curb, gutter, sidewalk, curb ramps, driveway aprons, and cross gutters; localized pavement reconstruction; grinding of existing asphalt concrete; asphalt rubberized hot mix overlay; 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. Although the FY 2019 Capital Improvement Program proposed a target of 4 miles of asphalt resurfacing, the recently completed Pavement Management Program inventory of street conditions recommends increasing paving thickness from 1.5 inches asphalt removal and

replacement to 2-3 inches to extend the pavement life. This additional asphalt quantity increases the cost per mile and therefore, the project mileage is reduced from the target.

A finding of compliance with the General Plan was previously made and is shown on page 2.1 of the adopted FY 2019 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 March 14, 2019. In addition, the Notice Inviting Bids was published in two trade publications and published on the City's website, which generated notices to 51 local vendors. Bid packets were obtained by 35 contractors, 5 of whom submitted bids for the project.

Following advertising, bids were received on April 5, 2019, and are as follows:

Bidder	Amount (\$)
1. Hardy & Harper Inc., Lake Forest	\$1,632,555
2. Vart Construction Inc., Glendale	\$1,902,785
3. Excel Paving Company, Long Beach	\$1,947,795
4. Onyx Paving Company Inc., Anaheim	\$1,991,000
5. All American Asphalt, Corona	\$1,992,722
Engineer's Estimate	\$1,700,000

The lowest bid received was 4 percent lower than the Engineer's Estimate of \$1,700,000, which was based on past bids received.

It is recommended 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 no new hires to its 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.

Hardy & Harper, Inc. has completed contracts totaling approximately \$8,490,000 on various City projects since 2010. Staff has confirmed that the contractor's license and Department of Industrial Relations status is in good standing.

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

Base Bid	\$ 1,632,555
Contingency Allowance	\$ 267,455
Contract "Not to Exceed" Amount	\$ 1,900,000

It is anticipated that construction will begin by July 2019 and be completed in September 2019.

COUNCIL POLICY CONSIDERATION:

This project is consistent with the City Council's goals to improve, maintain and enhance public facilities and infrastructure, and to 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. There are no features that distinguish this project from others in the exempt class and, therefore, there are no unusual circumstances.

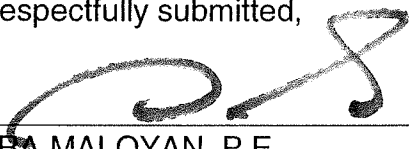
FISCAL IMPACT:

The cost of this contract is \$1,900,000 and the total cost of this action will be \$2,000,000. Funding for this action will be addressed by the utilization of existing appropriations in the Annual Citywide Street and ADA Improvement Program CIP project (budget account 73325). It is anticipated that all of the cost will be spent in FY 2020. There are minor indirect and support costs such as maintenance anticipated.

The following table represents a contract summary.

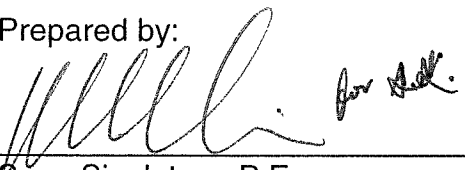
Base Bid	\$ 1,632,555
Contingency Allowance	\$ 267,445
Contract Administration/Inspection	\$ 100,000
Total Fiscal Impact	\$ 2,000,000

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