

# Agenda Report

**DATE:** February 27, 2012

**TO:** Honorable Mayor and City Council

**FROM:** Department of Public Works

**SUBJECT: CONTRACT AWARD TO KASA CONSTRUCTION INC. FOR IMPROVEMENTS OF OAK GROVE DRIVE – FOOTHILL BOULEVARD TO BERKSHIRE PLACE, FOR AN AMOUNT NOT TO EXCEED \$282,000**

## **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 August 16, 2011; and
2. Accept the bid dated January 18, 2012, submitted by Kasa Construction Inc., in response to the Project Specifications for the Improvements of Oak Grove Drive – Foothill Boulevard to Berkshire Place, reject all other bids received, and authorize the City Manager to enter into such contract as is required for an amount not to exceed \$282,000.

## **BACKGROUND:**

This is a joint project between the City of Pasadena and City of La Cañada Flintridge (LCF) to improve the roadway and the existing median islands on Oak Grove Drive between Berkshire Place and Foothill Boulevard. Approximately 70 percent of the easterly project area is in Pasadena's jurisdiction, including the median islands, and the remaining westerly portion is within the LCF city boundary. On September 12, 2011, the City Council authorized the City Manager to enter into an agreement with LCF to equally share the total cost of this project, which includes engineering, administration, and construction. The agreement has been executed by both parties and the cities are ready to proceed with construction.

CONTRACT AWARD TO KASA CONSTRUCTION INC.

February 27, 2012

Page 2 of 4

The work includes landscaping of the two existing median islands with a new irrigation system and the resurfacing of Oak Grove Drive with rubberized asphalt concrete pavement. Pasadena will administer the project in accordance with the Pasadena Municipal Code and will provide the construction inspection of the project.

A finding of compliance with the General Plan was previously made and is shown on page 2.1 of the FY 2011-2015 Capital Improvement Program.

The Department of Public Works prepared plans and specifications for this project and in accordance with Section 4.08.070 of the Pasadena Municipal Code, bids were requested and received. This project was advertised in the Pasadena Journal on December 22, 2011. In addition, the Notice Inviting Bids was published in two trade publications and two websites. Bid packets were obtained by 30 contractors, 10 of whom submitted bids for the project.

Following advertising, bids were received on January 18, 2012, and are as follows:

<u>BIDDER</u>	<u>AMOUNT</u>
1. Kasa Construction, Inc., Ontario	\$255,927.00
2. Gentry Brothers, Inc., Irwindale	\$263,640.25
3. All American Asphalt, Corona	\$273,000.00
4. Superior Paving Company, Inc., dba United Paving Company, La Mirada	\$287,915.50
5. Vido Samarizch, Inc., Alta Loma	\$297,437.75
6. Mallcraft, Inc., Pasadena	\$303,111.00
7. Yakar, San Dimas	\$303,848.75
8. E.C. Construction, S. El Monte	\$309,482.67
9. STL Landscape, Inc., Los Angeles	\$332,000.00
10. G. Coast Construction, Inc., Encino	\$387,140.00
Engineer's Estimate	\$278,472.00

The lowest bid received was 8.1 percent lower than the Engineer's Estimate.

It is recommended that Kasa Construction Inc. 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 Kasa Construction 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 two new hires to his present workforce.

The contract for this project will be set as follows:

Base Bid	\$	255,927
Contingency Allowance	\$	26,073
Contract "Not to Exceed" Amount	\$	<u>282,000</u>

Construction is anticipated to begin in April 2012 and be completed in June 2012.

**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. Further, this project complies with the Green City Action Plan - Waste Reduction Action, "Achieve zero waste to landfills by 2040," by using recycled rubber tires in paving material. This reduces tires from the landfill and methane gas from the environment. The recycling of asphalt and concrete material meets the City's Construction and Demolition Waste Management Plan requirements.

**ENVIRONMENTAL ANALYSIS:**

On August 16, 2011, 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 August 16, 2011 as required. There are no changed circumstances or new information which would require further environmental review.

**FISCAL IMPACT:**

The cost of this contract is \$282,000 and the total cost of this action will be \$342,000. Funding for this action will be addressed by the utilization of existing budgeted appropriations in the Preventive Maintenance - Asphalt Streets Fund (Budget Account 73901) and funds from the City of La Cañada Flintridge. 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.

Upon completion of the project, LCF will reimburse the City fifty percent of the total cost of the project.

CONTRACT AWARD TO KASA CONSTRUCTION INC.

February 27, 2012

Page 4 of 4


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

Gas Tax	\$171,000
La Cañada Flintridge Funding Share	<u>\$171,000</u>
<b>Total Sources</b>	<b>\$342,000</b>

The following table represents a contract summary.

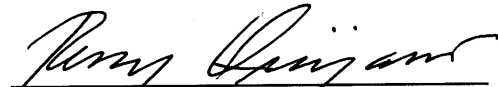
Base Bid	\$ 255,927
Contingency Allowance	<u>26,073</u>
Contract Total	282,000
Administration/Inspection	<u>60,000</u>
Total Fiscal Impact	342,000

Respectfully submitted,



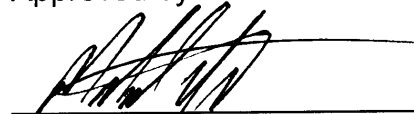
\_\_\_\_\_  
SIOBHAN FOSTER, Director  
Department of Public Works

Prepared by:



\_\_\_\_\_  
Reny Quijano, Principal Engineer

Approved by:



\_\_\_\_\_  
MICHAEL J. BECK  
City Manager