

# Agenda Report

September 10, 2012

**TO:** Honorable Mayor and City Council

**FROM:** Department of Public Works

**SUBJECT: CONTRACT AWARD TO AMERICAN ASPHALT SOUTH, INC. FOR SLURRY SEAL OF STREETS – 2012 FOR AN AMOUNT NOT TO EXCEED \$450,000**

## **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 June 28, 2012; and
2. Accept the bid dated August 29, 2012, submitted by American Asphalt South, Inc. in response to the Project Specifications for the Slurry Seal of Streets – 2012, reject all other bids received, and authorize the City Manager to enter into such contract as is required for an amount not to exceed \$450,000.

## **BACKGROUND:**

This project consists of the slurry seal of 18 miles of City streets, repainting of existing permanent traffic striping, and installation of raised pavement markers as needed. A list of the streets to be slurry sealed 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 FY 2013-2017 Capital Improvement Program.

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 have been requested and received. This project was advertised in the *Pasadena Journal* on August 9, 2012. In addition, the Notice Inviting Bids was published in two trade publications and two websites. Bid packets were obtained by 10 contractors, 7 of whom submitted bids for the project.

Following advertising, bids were received on August 29, 2012, and are as follows:

<u>Bidder</u>	<u>Amount</u>
1. American Asphalt South, Inc., Fontana	\$408,791
2. All American Asphalt, Corona	\$472,854
3. Pavement Coating Inc., Mira Loma	\$481,914
4. Roy Allan Slurry Seal, Santa Fe Springs	\$488,510
5. Wheeler Paving Inc., Riverside	\$491,680
6. Doug Martin Contracting Company, La Habra	\$510,267
7. Western Pavement Solutions, Brea	\$540,563

The lowest bid received was 9.96 percent lower than the Engineer's Estimate of \$449,502.

It is recommended that American Asphalt South, 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 American Asphalt South, 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 no new hires to his present workforce.

The contract for this project will be set as follows:

Base Bid	\$	408,791
Contingency Allowance	\$	41,209
Contract "Not to Exceed" Amount	\$	450,000

It is anticipated that construction will begin in October 2012 and be completed in December 2012.

**COUNCIL POLICY CONSIDERATION:**

This 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 June 11, 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 June 28, 2012. There are no changed circumstances or new information which would require further environmental review.

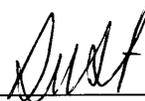
**FISCAL IMPACT:**

The cost of this contract is \$450,000 and the total cost of this action will be \$500,000. Funding for this action will be addressed by the utilization of existing budgeted Gas Tax in the Preventive Maintenance – Asphalt Streets FY 2013 – 2017 CIP project (budget account 73901). 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.

The following table represents a contract summary.

Base Bid	\$ 408,791
Contingency Allowance	\$ 41,209
Contract Total	\$ 450,000
Administration/Inspection	\$ 50,000
Total Fiscal Impact	\$ 500,000

Respectfully submitted,



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SIOBHAN FOSTER  
Director of Public Works

Prepared by:



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RENY QUIJANO  
Principal Engineer

Approved by:



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MICHAEL J. BECK  
City Manager

Attachment A - List of streets  
Attachment B - Map showing locations