

# Agenda Report

April 22, 2013

**TO:** Honorable Mayor and City Council

**FROM:** Public Works Department

SUBJECT: CONTRACT AWARD TO VART CONSTRUCTION INC. FOR MISCELLANEOUS CONCRETE REPAIR – 2013, FOR AN AMOUNT NOT TO EXCEED \$457,000

# **RECOMMENDATION:**

It is recommended that the City Council:

- Acknowledge 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 April 3, 2013, submitted by Vart Construction Inc., in response to the Project Specifications for Miscellaneous Concrete Repair 2013, reject all other bids received, and authorize the City Manager to enter into such contract as is required for an amount not to exceed \$457,000.

## BACKGROUND:

The project consists of routine concrete improvements throughout the City (see Attachment A for locations) including repair of curb, gutter, sidewalk, drive aprons, and construction of curb ramps. The project also includes the replacement of sidewalks and/or driveways paid for by property owners along their frontages. The consolidation of concrete work into one project allows the City to benefit from economies of scale and obtain cost effective pricing.

The project is a compilation of concrete work included in various approved FY 2013 Capital Improvement Program projects; namely Drainage Improvements on Streets with Flat Grades and Preventive Maintenance – Curbs and Gutters.

MEETING OF \_\_\_\_\_\_04/22/2013

A finding of compliance with the General Plan was previously made and is shown on pages 7.3 and 7.6 of the FY 2013 Capital Improvement Program.

The Department of Public Works prepared plans and 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 March 14, 2013. In addition, the Notice Inviting Bids was published in three trade publications and listed on one website. Twenty-four contractors obtained bid packets; nine of whom submitted bids for the project.

Following advertising, bids were received on April 3, 2013, and are as follows:

	Bidder	Amount(\$)
1.	Vart Construction Inc., Glendale	365,825
2.	Gentry Brothers Inc., Irwindale	454,700
3.	Toro Enterprises Inc., Oxnard	457,650
4.	G.M. Sager Construction, Pomona	459,870
5.	AM Ortega, Fontana	491,942
6.	Nobest Inc., Garden Grove	671,000
7.	E. C. Construction, South El Monte	761,685
8.	Martinez Concrete, Azusa	980,050
9.	Doty Bros, Norwalk	Non - Responsive

The lowest bid received was 22 percent lower than the Engineer's Estimate of \$462,150.

Due to the favorable bid results for the City, the Department of Public Works is expanding the scope of the project to include additional repair locations from the continuing sidewalk, curb ramp, curb, and gutter repair location list. Consequently, the contingency allowance, normally 10 percent of bid amount, is 25 percent for the project to allow the Department of Public Works to take advantage of the low unit prices of the various concrete repair items.

It is recommended that Vart Construction Inc. be awarded the contract for this project as it is the lowest responsive and responsible bidder. The proposed contract with Vart Construction Inc. fully complies with the Competitive Bidding and Living Wage Ordinances. The contractor has indicated that the award of this contract will result in two new hires to the present workforce. Contract Award for Misc. Concrete Repair - 2013 April 22, 2013 Page 3 of 4

The contract for this project will be set as follows:

Base Bid	\$ 365,825
Contingency Allowance	\$ <u>91,175</u>
Contract Not to Exceed Amount	\$ 457,000

It is anticipated that construction will begin in June 2013 and be completed in August 2013.

### **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.

#### **ENVIRONMENTAL ANALYSIS**:

Staff 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 the lead agency's determination.

#### FISCAL IMPACT:

The total cost of the contract is \$457,000. The total cost of this action will be \$512,000, which includes \$55,000 for contract administration/inspection. Funding for this action will be addressed by the utilization of existing budgeted appropriations in the following CIP projects.

Preventive Maintenance – Curbs and Gutters	\$412,000	
(Budget Account 76903)		
Drainage Improvements on Streets with Flat	¢100.000	
Grades (Budget Account 76905)	\$100,000	
Total Sources	\$512,000	

It is anticipated that all of the cost will be spent during FY 2013 and FY 2014. There are minor indirect costs such as maintenance and Information Technology support anticipated.

Contract Award for Misc. Concrete Repair - 2013 April 22, 2013 Page 4 of 4

The following table represents a contract summary.

Base Bid	\$365,825
Contingency	\$ 91,175
Contract	\$ 55,000
Administration/Inspection	
Total Fiscal Impact	\$512,000

Respectfully submitted,

SIOBHAN FOSTER Director of Public Works

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Approved by:

MICHAEL J. BECK City Manager

Attachment A – Map of Miscellaneous Concrete Repair Locations

