

# Agenda Report

May 15, 2017

**TO:** Honorable Mayor and City Council  
**FROM:** Department of Public Works  
**SUBJECT: CONTRACT AWARD TO PK CONSTRUCTION FOR ARROYO TERRACE TRAIL AND WALL RESTORATION AT CENTRAL ARROYO FOR AN AMOUNT NOT TO EXCEED \$105,000**

## **RECOMMENDATION:**

It is recommended that the City Council:

1. Find the project proposed herein to be categorically exempt under the California Environmental Quality Act (CEQA) Guidelines in accordance with Title 14, Chapter 3, Section 15301, Existing Facilities, which exempts repair or minor alteration of existing public facilities where no expansion of existing use will take place; and
2. Accept the bid dated April 7, 2017, submitted by PK Construction in response to the Project Specifications for Arroyo Terrace Trail and Wall Restoration at Central Arroyo, and authorize the City Manager to enter into such contract for an amount not to exceed \$105,000.

## **BACKGROUND:**

This project consists of the reconstruction and stabilization of the Central Arroyo Seco stone walls and associated trails in the vicinity of the Rose Bowl Aquatic Center. The work includes the removal and reconstruction of existing failed walls and rehabilitation of decomposed granite trails.

A finding of compliance with the General Plan was previously made and is shown on page 12.4 of the FY 2017-2021 Capital Improvement Program (CIP), *Trail and Rubble Wall Restoration - Central Arroyo* project.

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. This project was advertised in the *Pasadena Journal* on March 16, 2017. In addition, the Notice Inviting Bids was published in five trade publications and listed on the City's website, which generated notices to 322 vendors. Thirty-three vendors obtained bid packets, two were local vendors, and four submitted bids for the project.

Following advertising, bids were received on April 7, 2017, and are as follows:

<u>Bidder</u>	<u>Amount (\$)</u>
1. PK Construction, Altadena	\$93,596
2. Vido Samarzich Inc., Alta Loma	\$98,365
3. La Loma Development Co., Agoura Hills	\$113,790
4. Calpromax Engineering Inc., Placentia	\$164,795
Engineer's Estimate	\$130,450

The lowest bid received was 28 percent lower than the Engineer's Estimate of \$130,450. Due to the unique and specialty of the Arroyo stone wall construction, it is challenging to estimate the consistent cost for this type of project.

It is recommended that PK Construction be awarded a contract for this project as they are the lowest responsive and responsible bidder. The proposed contract with PK Construction fully complies with Competitive Bidding and Living Wage Ordinances. In addition, the proposed contract fully complies with the Prevailing Wage Law (Senate Bill 7) per Resolution 9406 adopted by the City Council on December 14, 2014.

The contractor has indicated that the award of this contract will result in four new hires to the present workforce. The contractor has committed to hiring Pasadena residents for these positions. 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.

PK Construction has performed work for the City in the past on Linda Vista Playground Renovation, Eastside Neighborhood / JPL Connector Trail Project in Hahamongna Watershed Park, and Softball Field Renovations at Villa Parke.

The contract for this project will be set as follows:

Base Bid	\$ 93,596
Contingency Allowance	\$ 11,404
Contract "Not to Exceed" Amount	\$ 105,000

It is anticipated that construction will begin in July 2017 and be completed in October 2017.

**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 helping to achieve a high level of maintenance and upgrading of existing facilities to ensure public safety.

**ENVIRONMENTAL ANALYSIS:**

The proposed project is exempt from CEQA pursuant to the State CEQA Guidelines in accordance with Title 14, Chapter 3, Article 19, Section 15301, Existing Facilities, which exempts repair or minor alteration of existing public facilities where no expansion of existing use will take place. It was determined that the proposed project would not have an adverse effect on contributing historical resources of the Pasadena Arroyo Parks and Recreation Historic District.

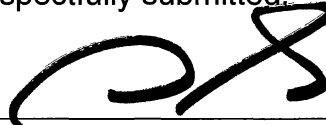
**FISCAL IMPACT:**

The cost of this contract is \$105,000 and the total cost of this action will be \$125,000. Funding for this action will be addressed by the utilization of existing budgeted appropriations in the *Trail and Rubble Wall Restoration – Central Arroyo* CIP Project (budget account 77371). It is anticipated that all of the cost will be spent in FY 2018.

The following table represents a project summary.

Base Bid	\$ 93,596
Contingency	\$ 11,404
Contract Administration/Inspection	\$ 20,000
<b>Total Fiscal Impact</b>	<b>\$ 125,000</b>

Respectfully submitted,



ARA MALOYAN, P.E.  
Director of Public Works

Prepared by:



Jeff Khun  
Landscape Architect

Approved by:



STEVE MERMELL  
City Manager