

# Agenda Report

December 10, 2018

**TO:** Honorable Mayor and City Council

**FROM:** Department of Public Works

**SUBJECT: CONTRACT AWARD TO UNITED IRRIGATION INC. FOR MISCELLANEOUS CONCRETE IMPROVEMENTS – FY 2019 FOR AN AMOUNT NOT TO EXCEED \$581,000**

## **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, 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 November 16, 2018 submitted by United Irrigation Inc. in response to the plans and specifications for Miscellaneous Concrete Improvements – FY 2019; ii) reject all other bids; and iii) and authorize the City Manager to enter into a contract not to exceed \$581,000 which includes the base contract amount of \$464,750 and a contingency of \$116,250 to provide for any necessary change orders.

## **BACKGROUND:**

This project consists primarily of the removal and replacement of portions of damaged concrete curb, gutter, and driveway aprons as needed at various locations throughout the City, as well as repair of damaged sidewalks when required due to building permit valuations or property sales (in these instances, repair of the damaged sidewalk is being paid for by the property owners per Pasadena Municipal Code 12.04.030).

A finding of compliance with the General Plan was previously made and is shown on page 2.3 of the FY 2019 – 2023 Capital Improvement Program (CIP). 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 October 25, 2018. In addition, the Notice Inviting Bids was published in two trade publications and listed on the City's website, which generated notices to 24 local vendors. Bid packets were obtained by 41 contractors, five of whom submitted bids for the project.

Following advertising, bids were received on November 16, 2018, and are as follows:

Bidder	Amount (\$)
1. United Irrigation Inc. dba United GLI, Carlsbad	\$ 464,750
2. Vart Construction Inc., Glendale	\$ 469,975
3. Golden Phoenix Construction Company, Inc., Pasadena	\$ 552,000
4. All Cities Engineering, Inc., Jurupa Valley	\$ 556,450
5. R2Build, Laguna Hills	\$ 973,816
 Engineer's Estimate	 \$ 551,450

The lowest bid received was 17 percent lower than the Engineer's Estimate of \$551,450. The Engineer's Estimate was in line with the average of the four lowest bidders.

It is recommended that United Irrigation Inc. be awarded the contract for this project as they are the lowest responsive and responsible bidder. The proposed contract with United Irrigation Inc. fully complies with the 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 15, 2014. The contractor has indicated that the award of this contract will result in no new hires to the 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.

United Irrigation Inc. has not worked with the City of Pasadena. 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 as follows:

Base Bid	\$464,750
Contingency Allowance	<u>\$116,250</u>
Contract "Not to Exceed" Amount	\$581,000

The contract contingency, typically 10 percent, has been increased to 25 percent due to favorable bid prices, in order to construct additional concrete improvements under this contract. It is anticipated that construction will begin in January 2019 and be completed in May 2019.

**COUNCIL POLICY CONSIDERATION:**

The project is consistent with the City Council's goals to improve, maintain and enhance public facilities and infrastructure, and 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 \$581,000 and the total cost of this action will be \$641,000. Funding for this action will be addressed by the utilization of existing budgeted appropriations in the Miscellaneous Concrete Improvement Program (budget account 73928) CIP project. The project budget for 73928 includes an appropriation of \$154,630 in Private Capital which is included on the *Amendments to Fiscal Year 2019 Capital Improvement Program Budget* City Council item recommended for approval on tonight's consent calendar. It is anticipated that all of the cost will be spent in FY 2019.

The following table represents a contract summary.

Base Bid	\$	464,750
Contingency	\$	116,250
Contract Administration/Inspection	\$	60,000
<b>Total Fiscal Impact</b>	<b>\$</b>	<b>641,000</b>

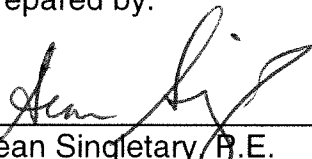
Department of Public Works, Street Maintenance Integrated Waste Management Division is responsible for the operation and maintenance efforts for the City's miscellaneous concrete improvements. The improvements included in the Miscellaneous Concrete Improvements CIP project will not impact the annual costs budgeted for maintenance.

Respectfully submitted,




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Director of Public Works

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