



**CITY OF SALINAS
COUNCIL STAFF REPORT**

DATE: **SEPTEMBER 4, 2018**

DEPARTMENT: **PUBLIC WORKS**

FROM: **DAVID JACOBS, PUBLIC WORKS DIRECTOR**

BY: **JOSIE LANTACA, ASSISTANT ENGINEER**

TITLE: **STREET PAVEMENT MAINTENANCE REPAIRS**

RECOMMENDED MOTION:

A motion to approve Granite Construction Company, Graniterock, and The Don Chapin Company, Inc. as suppliers of roadway pavement materials to the City Street Maintenance Division for a combined amount not to exceed \$700,000 annually for fiscal years 2018-19, 2019-20, and 2020-21 (a total of \$2.1 million over the three-year term).

RECOMMENDATION:

It is recommended that City Council approve a Resolution approving Granite Construction Company, Graniterock, and The Don Chapin Company, Inc. as suppliers of roadway pavement materials to the City Street Maintenance Division in the amount not to exceed \$700,000 annually for fiscal years 2018-19, 2019-20, and 2020-21 (a total of \$2.1 million over the three-year term).

BACKGROUND:

On July 3, 2018, Council authorized the issuance of invitation to bid for the purchase of roadway pavement materials by the City's Public Works Street Maintenance Division (Street Division) in the amount not to exceed \$700,000 annually for each of fiscal years 2018-19, 2019-20, and 2020-21. The Street Division performs daily patch and repairs and other minor maintenance on the City's roadways in response to public requests, and also to prepare the roadways that are scheduled to receive surface treatments such as slurry seals or asphaltic concrete (AC) overlays. Utilizing City forces is a quicker way to respond to public requests. It is also a streamlined way to prepare a typical roadway to receive further treatments such as slurry seal or AC overlay. The Street Division can perform the patch and repair work while the plans and specs for slurry seals or AC overlays are being prepared for bid advertisement.

Bid proposals were opened on July 27, 2018. Sealed bid proposals were received from Granite Construction Company (Watsonville, CA), Graniterock (Salinas, CA), and The Don Chapin Company, Inc. (Salinas, CA). Olive Springs Quarry, Inc. (Soquel, CA) submitted their proposal via email to City staff. Each bidder provided a price for the materials that they supply (see attached Bid Tabulation Sheet for details).

The provisions of Section 12-28.030 of the Salinas Municipal Code (Application of local purchasing preference – Procurement of goods, supplies, equipment, materials, services where price is the determining factor) is applicable to this project. Thus, in accordance with said Section 12-28.030, Graniterock has the 10% preference because they qualify as local business enterprise. However, staff recommends approving the three companies (Granite Construction Company, Graniterock, and The Don Chapin Company, Inc.) as suppliers of roadway pavement materials to the Street Division. The recommendations are based on the companies’ proximity to the City, and the stated material prices are fairly reasonable. The bids are for materials supply only. It doesn’t include delivery of materials and labor. The Street Division crew will pick-up the materials from the suppliers on an “as-needed” basis.

Olive Springs Quarry, Inc. is in Soquel, CA and is about an hour away. Picking up materials from Soquel to be used for day to day operations by the Street Division would slow down operations and productivity, and increase transportation costs due to driving longer distance (about two hours round trip) to pick up materials.

CEQA CONSIDERATION:

The City of Salinas has determined that roadway maintenance work is categorically exempt per the California Environmental Quality Act (CEQA) Guidelines Section 15301, Class 1(c), because the work involves no expansion of an existing use.

STRATEGIC PLAN INITIATIVE:

This item relates to the current City Council Goals of Excellent Infrastructure; Safe, Livable Community; and Quality of Life. The daily patch and repairs and other minor maintenance on the City’s roadways provide safer and improved roadways for Salinas residents and travelers.

DEPARTMENTAL COORDINATION:

The purchasing process for roadway pavement materials involves Finance and Public Works Departments. Approving the listed materials suppliers will expedite and streamline this process, and will ensure timely and continued operations of the City Street Maintenance Division.

FISCAL AND SUSTAINABILITY IMPACT:

Street maintenance work qualifies for both Measure X (M-X), and SB-1 funds. Funding is secure to procure roadway pavement materials in each of the next three fiscal years. The City anticipates receiving annual allocations of roughly \$3.4 million from M-X funds, \$2.7 million from SB-1 funds and \$3.4 million from the City’s General Fund Maintenance of Effort (MOE). To be eligible to receive M-X and SB-1 funds, the City must maintain its MOE contribution. Funds have been budgeted in CIP Project No. 9438 - Annual City Street Rehabilitation Program.

ATTACHMENTS:

Resolution
Bid Tabulations