



CITY OF SALINAS COUNCIL STAFF REPORT

DATE: AUGUST 27, 2019

DEPARTMENT: PUBLIC WORKS DEPARTMENT

FROM: DAVID JACOBS, P.E., L.S., PUBLIC WORKS DIRECTOR

BY: JONATHAN ESTEBAN, JUNIOR ENGINEER

TITLE: ON-CALL JOB ORDER CONTRACT FOR SIDEWALK IMPROVEMENTS CIP 9720

RECOMMENDED MOTION:

A motion that City Council approve a resolution to:

- 1) Reject all bids received for the On-Call Job Order Contract for Sidewalk Improvements; and
- 2) Authorize the issuance of invitation to re-bid, with bids to be opened on October 8, 2019.

RECOMMENDATION:

It is recommended that City Council approve a resolution rejecting all bids received for the On-Call Job Order Contract for Sidewalk Improvements, and authorizing the issuance of invitation to re-bid, with bids to be opened on October 8, 2019.

EXECUTIVE SUMMARY:

Staff is recommending rejection of all bids received for the On-Call Job Order Contract for Sidewalk Improvements and re-bidding of the project. The basis of rejection is that the three lowest, responsive, responsible Bidder's (Don Chapin Co, Granite Rock Co, and Teichert & Son Inc) bids contained unit prices that were significantly higher than the original engineer's estimate.

BACKGROUND:

On July 2, 2019, City Council approved a resolution to: approve the On-Call Job Order Contract for Sidewalk Improvements Specifications; authorize the Public Works Director, in consultation with City Attorney, to execute amendments to contracts; authorize the Public Works Director, in consultation with the City Attorney, to execute individual Job Order Contracts; and to authorize issuance of invitation to public bid.

This project is a continuation of the City's effort to repair and/or rehabilitate miscellaneous street-related work in areas that are deteriorated, damaged, or in need of repair, and/or make facility upgrades to meet current state or federal requirements.

The On-Call JOC is intended to be a two-year on-call contract for up to three contractors, with the opportunity to renew for another two years. Contractors perform work by issuing work orders under the same contract. This on-call contract calls for repair of sidewalks, driveways, construction of new ADA-compliant pedestrian access ramps; minor landscaping, repair or improvements to street sign and removal and replacement of trees throughout the City of Salinas. The Priority of work will be determined by multiple factors such as Federal and state ADA mandates for accessibility, City's backlog of sidewalk repairs, City's ADA transition plan priorities, and sidewalk repair list.

From the collective data, the Public Works Director, will authorize the distribution of projects, and will issue individual Job Orders to contractors to perform repairs.

Bids were opened on August 13, 2019, with the following results (see attached Bid Tabulation Sheet for details):

Contractor	Total Base Bid
Hemi's Landscaping and Concrete Inc.	\$4,125.50
Don Chapin Co.	\$450,760.00
Granite Rock Co.	\$606,908.00
Teichert & Son Inc.	\$688,708.00
Norcal Contractor	\$2,662,829.65
<i>Engineer's Estimate</i>	<i>\$430,679.00</i>

The three (3) lowest responsive, responsible bidders were The Don Chapin Co., Granite Rock Co., and Teichert & Son Inc with Hemi's Landscaping and Concrete Inc's bid determined to be invalid.

As stated in the "Proposal" section of the Specifications on page 18, *"The City reserves the right to award up to three (3) contracts to a pool of the lowest responsive, responsible bidders but reserves the right to reject any and all Proposals and waive any irregularities to any Proposals received."*

Staff is recommending the rejection of all bids received for the On-Call Job Order Contract for Sidewalk Improvements, and the re-bidding of the project. The basis for rejection is that the three lowest bids included unit prices for bid items that were significantly higher than the original engineer's estimate, which would impact the cost of all the individual sidewalk project assigned under this On-Call Contract. Specifically, unit prices for Traffic Control were 5 times more than what the City has paid in recent years. The engineer's estimate was \$400/day to \$800/day whereas the unit prices from bids ranged from \$3,000/day to \$7,500/day. Traffic Control unit prices will have a significant impact on any project assigned under this contract.

CEQA CONSIDERATION:

The City of Salinas has determined that the project is exempt from the California Environmental Quality Act (CEQA) Guidelines (Section 15301(c), Class I) because the majority of the work will be maintenance of sidewalks, curb and gutters.

Furthermore, the project does not qualify for any of the exceptions to the categorical exemptions found at CEQA Guidelines Section 15300.2 as all exceptions do not relate to the project scope of work.

STRATEGIC PLAN INITIATIVE:

This project addresses the current City Council's Goals of "Safe Livable Community", "Excellent Infrastructure", and "Enhance Quality of Life". This On-Call Job Order Contract allows backlog of sidewalk and pedestrian ramp repairs to be completed in a timely manner to maintain and create a safer community for pedestrian travel and enhance the streetscape aesthetics throughout the city, thereby promoting safer pedestrian opportunities along city streets and within residential neighborhoods.

DEPARTMENTAL COORDINATION:

Coordination between Public Works and Maintenance Department for update of sidewalk log and sidewalk request list. Coordination between City Arborist and Project Manager to identify trees to be removed/replaced and selection of tree species.

FISCAL AND SUSTAINABILITY IMPACT:

As of August 16, 2019, the current budget for CIP 9720—Sidewalk and Drainage Repairs and CIP 9216 – ADA Pedestrian Ramp Installation is as follows:

CIP #	Funding Source	Appropriations	Expenditures	Encumbrances	Available Budget
9720	2401 - Gas Tax - 2107	100,000.00	100,000.00	-	-
9720	2404 - Gas Tax - Motor Vehicle Fuel Tax	200,000.00	200,000.00	-	-
9720	5202 - Measure X	990,380.42	20,305.24	53,573.40	916,501.78
9216	5202 - Measure X	37,000.00	-	-	37,000.00
9216	2404 - Gas Tax - Motor Vehicle Fuel Tax	50,000.00	-	-	50,000.00
9216	2510 - Measure X	109,968.10	112.36	-	109,855.74
	TOTAL	1,487,348.52	320,417.60	53,573.40	1,113,357.52

Based on the current budget, sufficient funds will be available to begin issuing work orders to make the needed sidewalk and pedestrian ramp repairs.

ATTACHMENTS:

Resolution

Bid Tabulations