

# CITY OF SALINAS COUNCIL STAFF REPORT

DATE:	NOVEMBER 5, 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

# **RECOMMENDED MOTION:**

A motion that City Council approve a resolution to approve award of the On-Call Job Order Contract for Sidewalk Improvements to Hemi's Landscape & Concrete Inc., Golz Construction Inc., and C2 Builders Inc. for a minimum contract amount of \$50,000 with a maximum contract amount of \$2,000,000 to each contractor. The maximum contract amount is a not to exceed limit and is not guaranteed.

# **<u>RECOMMENDATION</u>**:

It is recommended that City Council approve a resolution to approve award of the On-Call Job Order Contract for Sidewalk Improvements to Hemi's Landscape & Concrete Inc., Golz Construction Inc., and C2 Builders Inc. for a minimum contract amount of \$50,000 with a maximum contract amount of \$2,000,000 to each contractor. The maximum contract amount is a not to exceed limit and is not guaranteed.

# **EXECUTIVE SUMMARY:**

Staff is recommending award of the On-Call Job Order Contract for Sidewalk Improvements to the three lowest, responsive, responsible Bidders: Hemi's Landscaping & Concrete Inc., Golz Construction Inc., and C2 Builders Inc. for the minimum contract amount of \$50,000 to each contractor, and more specifically at the unit prices set forth and contained in the proposals for the On-Call Job Order Contract for Sidewalk Improvements of said Bidders.

#### BACKGROUND:

On July 2<sup>nd</sup>, 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 streetrelated work in areas that are deteriorated, damaged, or in need of repair, and/or make facility upgrades to meet current state or federal requirements.

Utilizing the On-Call JOC system allows the City to: Award contracts to repair sidewalk in the City right-of-way; Improve efficiency and economy in many Public Works projects by allowing contractors to bid with unit prices for multiple projects rather than bidding for every project, specifically; Enable staff to quickly assign a contractor to work as funding becomes available without having to develop plans/specifications and bid projects on a project-by-project basis to selected contractors.

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 received for the contract and opened on August 13<sup>th</sup>, 2019. However, the bids were rejected. The basis for rejection is that bids received 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. All bids were rejected by City Council at its meeting on August 27<sup>th</sup>, 2019 and Council authorized the issuance of invitation to re-bid the project.

Bids were opened on October 8<sup>th</sup>, 2019, with the following results (see attached Bid Tabulation Sheet for details):

Rank	Contractor	Total Base Bid	
0	Engineer's Estimate	\$431,874.00	
1	Hemi's Landscape & Concrete Inc.	\$404,840.00	
2	Golz Construction Inc.	\$406,055.70	
3	C2 Builders Inc.	\$528,912.00	
4	The Don Chapin Co.	\$606,274.00	
5	Precision Grade Engineering Co.	\$650,679.00	
6	Granite Rock Co.	\$696,989.25	
7	Teichert & Son Inc.	\$985,874.00	

Based on the provision of the project Specifications which state that, "The basis of award shall be the lowest, second lowest, and third lowest Total Base Bids, as noted in the Proposal. The City

*reserves the right to award or reject the Base Bid or any item(s) within, depending on available funding.*", the three lowest responsive bidders are Hemi's Landscape & Concrete Inc., Golz Construction Inc., and C2 Builders Inc. with a Total Base Bid of \$404,840.00, \$406,055.70, and \$528,912.00, respectively.

Staff recommends awarding the project to the three lowest bidders; Hemi's Landscape & Concrete Inc., Golz Construction Inc., and C2 Builders Inc.; each of which shall receive an On-Call Job Order Contract for a minimum of \$50,000 and a maximum of \$2,000,000, which shall be determined by availability of funds and job performance. The awarded contractors are to perform work issued by the City at the Unit Prices submitted with the bid schedule, which shall remain in effect throughout the life of the contract or until exhaustion of the maximum.

The Project Specifications, specifically in the "Notice to Bidders" section, informed the bidders that the City may award up to three (3) individual contracts to a pool of the lowest responsive, responsible bidders, allowing the City to simultaneously issue work orders to contractors and to work in different locations in the City.

The Project will have on-going construction contracts for the next 2 years, with the option for an extension should Staff find it appropriate and beneficial.

# 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.

# 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:

Funding Source	Appropriations	Expenditures	Encumbrances	Available Budget
5202 - Measure X	990,380.42	20,305.24	53,573.40	916,501.78
5202 - Measure X	37,000.00	-	-	37,000.00
2404 - Gas Tax - Motor				
Vehicle Fuel Tax	50,000.00	-	-	50,000.00
2510 - Measure X	109,968.10	112.36	-	109,855.74
TOTAL	1,187,348.52	20,417.60	53,573.40	1,113,357.52
	5202 - Measure X 5202 - Measure X 2404 - Gas Tax - Motor Vehicle Fuel Tax 2510 - Measure X	5202 - Measure X 990,380.42   5202 - Measure X 37,000.00   2404 - Gas Tax - Motor 50,000.00   Vehicle Fuel Tax 50,000.00   2510 - Measure X 109,968.10	5202 - Measure X 990,380.42 20,305.24   5202 - Measure X 37,000.00 -   2404 - Gas Tax - Motor - -   Vehicle Fuel Tax 50,000.00 -   2510 - Measure X 109,968.10 112.36	5202 - Measure X 990,380.42 20,305.24 53,573.40   5202 - Measure X 37,000.00 - -   2404 - Gas Tax - Motor - - -   Vehicle Fuel Tax 50,000.00 - -   2510 - Measure X 109,968.10 112.36 -

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

<u>ATTACHMENTS</u>: Resolution Bid Tabulation