

# CITY COUNCIL AGENDA REPORT

DATE: MAY 26, 2020

TO: HONORABLE MAYOR AND COUNCILMEMBERS

FROM: ROBERT YALDA, P.E., T.E., PUBLIC WORKS DIRECTOR/CITY ENGINEER

BY: BENJAMIN CHAN, DEPUTY PUBLIC WORKS DIRECTOR

SUBJECT: RECOMMENDATION TO AWARD A CONSTRUCTION CONTRACT FOR

THE 2020 STREET RESURFACING PROJECT, SPECIFICATION NO. 19-20-04, TO ALL AMERICAN ASPHALT FOR THE TOTAL AMOUNT OF

\$822,000

**MEETING** 

DATE: JUNE 10, 2019

#### **SUMMARY RECOMMENDATION:**

Staff recommends that City Council award the 2020 Street Resurfacing Project, Specification No. 19-20-04, to All American Asphalt for the total amount of \$822,000, which includes 20% contingencies for unforeseen conditions, construction management, inspection and material testing services.

#### **DISCUSSION/ANALYSIS:**

Streets selected for this year's pavement rehabilitation project were based on the City's 2019 Pavement Management System (PMS) Report and field observations. The PMS report had been completed by IMS Infrastructure Management Services, LLC in August 2019. The report is posted on the City's website. All streets in the report are ranked with a Pavement Condition Index (PCI) between 0-100 with 100 being best. Generally, streets with a PCI of less than desirable (PCI less than 65) were targeted for the pavement resurfacing project. In addition, this year's project includes resurfacing off-street parking lots in three City parks – De Anza Park, Gates Canyon Park and Grape Arbor Park.

Bids for the 2020 Street Resurfacing Project were received on May 19, 2020. The decision to award the project was based on the lowest responsible and responsive bidder.

Six sealed bids were received with the lowest bidder being All American Asphalt with the bid amount of \$685,000.00. A copy of the bid results received is included and provided in Attachment A.

All American Asphalt is well known in the region and is regarded as a reputable construction company. They also have a good working history with the City. Staff has checked the references provided in the submitted bid package and received satisfactory reports about the company and past projects.

Staff recommends increasing the project amount by \$137,000.00 for contingency. The additional 20% contingency amount is to address unforeseen conditions that may arise for the project during the construction phase. In addition, the contingency will cover material testing, inspection services & construction management. The proposed amount is reasonable for a project of this magnitude and scope.

### FISCAL IMPACT/SOURCE OF FUNDING:

Funds for this project will be through the local Gas Tax and SB 1 (Road Maintenance and Rehabilitation Program) funds. Two hundred thousand dollars (\$200,000) will be from the SB 1 funds. The remaining amount of \$622,000 will be funded through the local Gas Tax Fund. The requested funds should be appropriated to the Capital Improvements Project account for this project and the budget should be modified and adjusted accordingly.

#### **REQUESTED ACTION:**

Staff recommends that City Council award the 2020 Street Resurfacing Project, Specification No. 19-20-04, to All American Asphalt for the total amount of \$822,000, which includes 20% contingencies for unforeseen conditions, construction management, inspection and material testing services.

## **ATTACHMENTS:**

Attachment A - Bid Results

Attachment B - Construction Contract with All American Asphalt