



CITY COUNCIL AGENDA REPORT

DATE: **JUNE 8, 2021**

TO: HONORABLE MAYOR AND COUNCILMEMBERS

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

ALBA LEMUS, ASSOCIATE CIVIL ENGINEER BY:

SUBJECT: RECOMMENDATION TO AWARD A CONSTRUCTION CONTRACT FOR

> THE 2021 STREET RESURFACING PROJECT, SPECIFICATION NO. 20-21-02, TO ONYX PAVING COMPANY, INC FOR THE TOTAL AMOUNT

OF \$666,000

MEETING

DATE: JUNE 23, 2021

SUMMARY RECOMMENDATION:

Staff recommends that City Council award the 2021 Street Resurfacing Project, Specification No. 19-20-04, to Onyx Paving Company, Inc for the total amount of \$666,000, 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 in 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.

Bids for the 2021 Street Resurfacing Project were received on May 13, 2021. The decision to award the project was based on the lowest responsible and responsive bidder.

Five sealed bids were received with the lowest bidder being Onyx Paving Company, Inc with the bid amount of \$555,000.00. A copy of the bid results received are included and provided in Attachment A.

Onyx Paving Company, Inc has been an asphalt and concrete contractor since 1990. Staff has checked the references provided in the submitted bid package and received satisfactory reports about the company and past projects. The contractor has completed a variety of pavement rehabilitation projects with several different public agencies. All references had nothing but positive feedback regarding the work completed by the contractor.

Staff recommends increasing the project amount by \$111,000.00 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:

Funding for this project will be through the local Gas Tax and SB 1 (Road Maintenance and Rehabilitation Program) funds. Sixty thousand dollars (\$60,000) will be utilized from SB 1 funds. The remaining amount of Six hundred six thousand dollars (\$606,000) 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 that the budget be modified and adjusted accordingly.

REQUESTED ACTION:

Staff recommends that City Council award the 2021 Street Resurfacing Project, Specification No. 20-21-02, to Onyx Paving Company, Inc for the total amount of \$666,000, which includes 20% contingencies for unforeseen conditions, construction management, inspection and material testing services.

ATTACHMENTS:

Attachment A - Bid Results

Attachment B - Articles of Agreement with Onyx Paving Company, Inc.