COUNCIL AGENDA: FEBRUARY 17, 2015

SUBJECT: AWARD OF CONTRACT - MISCELLANEOUS REPAIR OF THE

DOWNTOWN PARKING LOTS

SOURCE: Public Works Department - Engineering Division

COMMENT: On February 5, 2015, staff received eight (8) bids for the Miscellaneous

Repair of the Downtown Parking Lots Project. The project consists of reconstructing portions of existing parking lots by removing portions of asphalt, concrete, and trees, and installing new concrete, asphalt, landscaping and irrigation. There are four parking lots that are included in this project: 1) the parking lot at the northwest corner of Olive Avenue and Second Street; 2) the parking lot at the southwest corner of Second Street and Mill Avenue; 3) the parking lot at the northwest corner of Second Street and Putnam Avenue; and 4) the parking lot at the northeast corner

of Putnam Avenue and Hockett Street.

The Engineer's Estimate of Probable Cost for the project was \$617,034. The low bid presented by Bush Engineering of Hanford is 27.8% below the Engineer's Estimate. Based on the engineer's original estimate, staff reduced the scope of work and excluded the installation of nostalgic style parking lot lights.

The bid from Bush Engineering makes it possible to include the nostalgic style lights as a change order to the project but will require a 25% contingency (\$111,305). If the City Engineer cannot negotiate the inclusion of the nostalgic style lights and complete all work as detailed in the construction plans, the nostalgic style lights will not be constructed and the originally anticipated work will be constructed within the standard 10% contingency limits. An additional \$35,617.36 is required for construction management, construction surveying, quality control and inspection services (8%). The total estimated cost for the project is \$592,140, which is less than the Engineer's Estimate of Probable Cost.

Community Development Block Grant (CDBG) and Risk Management are the funding sources for the project and was approved in the 2014/2015 Annual Budget.

The bids are as follows:

<u>Contractor</u> <u>Amount</u>

1. Bush Engineering, Inc. \$445,217.00 Hanford, CA



Item No. 5

2.	Central Valley Asphalt Lindsay, CA	\$463,793.90
3.	B+B Construction Services Sanger, CA	\$490,033.00
4.	American Paving Co Fresno, CA	\$494,118.00
5.	Dawson Mauldin Construction, Inc. Huntington Beach, CA	\$532,234.00
6.	R.J. Berry Jr., Inc. Selma, CA	\$549,125.50
7.	Lee's Paving, Inc. Visalia, CA	\$590,157.50
8.	Mac General Engineering, Inc. Porterville, CA	\$596,590.04

Staff has found the low bid acceptable.

RECOMMENDATION: That City Council:

- Award the Miscellaneous Repair of the Downtown Parking Lots to Bush Engineering, in the amount of \$445,217;
- 2. Authorize progress payments up to 100% of the contract amount;
- Authorize a 25% contingency to cover unforeseen costs and the cost to install nostalgic style parking lot lights;
- 4. Authorize the City Engineer to negotiate a cost to install nostalgic style lights with Bush Engineering with the stipulation that all work, including the installation of the nostalgic style lights, is not to exceed the contract amount plus 25%;
- 5. Direct the City Engineer to discontinue negotiations with Bush Engineering if recommendation #4 cannot be satisfied and direct the City Engineer to complete all work as originally designed at a cost not to exceed the contract amount plus 10% (\$44,521);

- 6. Authorize an additional 8% for construction management, construction surveying, quality control, and inspection services; and
- 7. Authorize the City Engineer to negotiate construction surveying service with one of the firms as approved by Council MO #02-100714.

ATTACHMENT: Locator Map

P:\pubworks\General\Council\Award of Contract - Miscellaneous Repair of the Downtown Parking Lots Project - 2015-02-17.doc

