

AGENDA ITEM NO.

COUNCIL MEETING

APPROVED BY _____

DEPARTMENT DIRECTOR _____

CITY MANAGER

February 6, 2007

FROM: ROBERT N. ANDERSEN, Assistant Director
Public Utilities Department



SUBJECT: AWARD A CONTRACT TO AMERICAN PAVING CO. FOR THE INSTALLATION OF
STREET INFRASTRUCTURE IN NO NEIGHBORHOOD LEFT BEHIND AREA 71
(COUNCIL DISTRICT NO. 7)

KEY RESULT AREA

One Fresno

RECOMMENDATION

Staff recommends that the City Council award a contract in the amount of \$932,247.50 to American Paving Co. as the lowest responsive and responsible bidder.

EXECUTIVE SUMMARY

This project is for the replacement or installation of missing street infrastructure in the No Neighborhood Left Behind (NNLB) Area 71 bounded by Maple, Olive, Chestnut and Belmont Avenues in Southeast Fresno. The work will consist of replacing or installing street paving, curb ramps, curb, gutter, valley gutters, driveway approaches and sidewalk.

KEY OBJECTIVE BALANCE

This project best balances the three Key Objectives of Customer Satisfaction, Employee Satisfaction and prudent Fiscal Management. This project will provide the necessary street infrastructure for this neighborhood in Central Fresno. This project will also enhance the appearance of the neighborhood and provide better storm water drainage. This project was competitively bid which adheres to the key objective of prudent Fiscal Management.

BACKGROUND

This project is for the replacement or installation of missing street infrastructure in the No Neighborhood Left Behind (NNLB) Area 71 bounded by Maple, Olive, Chestnut and Belmont Avenues in Southeast Fresno. The work will consist of replacing or installing street paving, curb ramps, curb, gutter, valley gutters, driveway approaches and sidewalk.

REPORT TO THE CITY COUNCIL
Award Contract to American Paving Co.
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Plans and Specifications were prepared and a Notice of Inviting Bids was published in the Business Journal on December 8, 2006, posted on the City's website and faxed to twelve (12) builder exchanges. The specifications were distributed to thirteen (13) prospective bidders. Four bid proposals were received and opened in a public bid opening on January 18, 2007. Bid proposal prices ranged from \$ 932,247.50 to \$1,024,965.00.

American Paving Co. submitted the lowest bid price in the amount of \$932,247.50 and is considered the lowest responsive and responsible bidder. Staff recommends that the City Council award a contract in the amount of \$ 932,247.50 to American Paving Co as the lowest responsive and responsible bidder.

The project will be completed in 80 working days from issuance of Notice to Proceed.

FISCAL IMPACT

See attached.

Attachment

FISCAL IMPACT STATEMENT

PROGRAM: PW 00290, NN71

| <u>RECOMMENDATION</u> | <u>TOTAL OR CURRENT</u> | <u>ANNUALIZED COST</u> |
|---|------------------------------|----------------------------|
| Direct Cost | <u>\$932,247.50</u> | _____ |
| Indirect Cost | <u>\$80,000.00</u> | _____ |
| TOTAL COST | <u>\$1,012,247.50</u> | _____ |
| Additional Revenue or Savings Generated | <u>-0-</u> | _____ |
| Net City Cost | <u>\$1,012,247.50</u> | _____ |
| | | |
| Amount Budgeted (If none budgeted, identify source) | <u>\$45,000.00</u> | _____ |

Indirect Costs consist of:

Inspection/Surveying \$80,000.00

EVALUATION OF BID PROPOSALS

FOR: NO NEIGHBORHOOD LEFT BEHIND AREA 71

Bid File No. 2670
Bid Opening: January 18, 2007

| BIDDER'S | TOTAL NET BID AMOUNT |
|---|-----------------------------|
| 1. American Paving Co. PO Box 4348 Fresno CA 93744 | \$932,247.50 |
| 2. Construction Development Systems PO Box 8132 Fresno CA 93747 | \$963,400.00 |
| 3. WITBRO Inc. dba Sealrite and Grading 959 Clovis Ave Clovis CA 93612 | \$989,355.22 |
| 4. Granite Construction Company PO Box 50085 Watsonville CA 95077-5085 | \$1,024,965.00 |

Each bidder has agreed to allow the City sixty-two (62) days from date bids are opened to accept or reject their bid proposal. Purchasing requests that you complete the following sections and return this bid evaluation to the Purchasing Division at the latest by Wednesday, February 28, 2007, 5:00 P.M.

The Engineer's Estimate for this expenditure is \$ 1,111,000.00. The contract price is 16.1 % below the Engineer's Estimate. If the overage is greater than 10% or only one bid was received, give explanation:

BACKGROUND OF PROJECT (To be completed by Evaluating Department/
Division. Explain need for project/equipment):

This project is to install missing street infrastructure in NNLB Area 71 which is bounded by Maple, Olive, Chestnut and Belmont Avenues. The type of infrastructure includes installation or replacement of street paving, curb, gutter, driveways, sidewalk and valley gutters.

EVALUATION OF BID PROPOSALS

FOR: NO NEIGHBORHOOD LEFT BEHIND AREA 71

Bid File No. 2670
Bid Opening: January 18, 2007

DEPARTMENT CONCLUSIONS AND RECOMMENDATION:

Award a contract in the amount of \$ 932,247.50 to American Paving Co. as the lowest responsive and responsible bidder.

Remarks:

Reject all bids. Reason:

Department Head Approval



Title Assistant Director of DPU

Date 1/22/07

Approve Dept. Recommendation

Approve GSD/Purchasing Recommendation

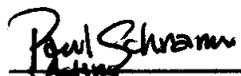
Disapprove

Disapprove

See Attachment

GENERAL SERVICES DEPARTMENT

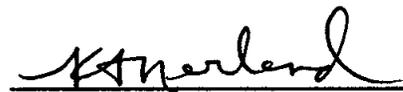
CITY MANAGER



Purchasing Manager Date 1/24/07



City Manager or Designee Date



Director Date 1/25/07