



REPORT TO THE CITY COUNCIL

May 14, 2009

AGENDA ITEM NO.
COUNCIL MEETING
APPROVED BY

DEPARTMENT DIRECTOR
CITY MANAGER

FROM: PATRICK N. WIEMILLER, Director   
Public Works Department

BY: EFREN BAÑUELOS, Assistant Director   
Public Works Department, Capital Management Division

LALKUMAR GOONAWARDENA, PE, Design Services Manager   
Public Works Department, Capital Management Division

- SUBJECT: 1. ADOPT CEQA NOTICE OF EXEMPTION NO. E200810000210
2. AWARD A CONTRACT IN THE AMOUNT OF \$612,597.40 TO BUSH ENGINEERING, INC., OF HANFORD FOR THE KINGS CANYON ROAD ASPHALT OVERLAY BETWEEN CEDAR AVENUE AND CHESTNUT AVENUE, FILE NO. 2889 (LOCATED IN COUNCIL DISTRICT 5)

**KEY RESULT AREA**

Financial Management/Customer Service/Employee Satisfaction, KRA Code 0101001000

**RECOMMENDATIONS**

Staff recommends that the council

1. Adopt CEQA Notice of Exemption Document No. E200810000210.
2. Award a contract for \$612,597.40 to Bush Engineering, Inc., of Hanford for Kings Canyon Road Asphalt Overlay between Cedar Avenue and Chestnut Avenue.

**EXECUTIVE SUMMARY**

In 2005 the City of Fresno successfully competed in a regional bid for street overlays and received Federal grant funds to Overlay Kings Canyon Road between Cedar Avenue and Chestnut Avenue. The scope of the project includes grinding the existing street to a minimum depth of 0.2' and placing asphalt concrete to the same depth, replacing the signal loop detectors, re-striping the street and upgrading the wheel chair ramps to current ADA standards. Staff recommends that the City Council award a construction contract in the amount of \$612,597.40 to Bush Engineering, Inc., and authorize the Public Works Director or his designee to sign the contract on behalf of the City.

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Award Contract to Bush Engineering for the Kings Canyon Road

Asphalt Overlay Between Cedar Avenue and Chestnut Avenue

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### KEY OBJECTIVE BALANCE

This project best balances the three Key Objectives of Customer Satisfaction, Employee Satisfaction, and Financial Management. Customer Satisfaction is achieved by resurfacing the street to provide smooth riding surface and improving the traffic flow in vicinity, Employee Satisfaction is by not having to regularly patch potholes of the failing pavement, and Financial Management is achieved by preparing quality plans and specifications and advertising in a timely manner to obtain good bids for the project.

### BACKGROUND

Kings Canyon Road is the former State Highway 180 which was relinquished to the City of Fresno by the State of California after the new State Route 180 east was opened for vehicular traffic. This street also becomes very busy during the Fresno Fair in October of each year when it attracts visitors and vendors from many parts of the state. Currently, the pavement of Kings Canyon Road is in very poor condition and during adverse weather condition may become hazardous to the users. In 2007 the City of Fresno competed in a regional bid for pavement rehabilitation projects and successfully received a Federal grant to overlay Kings Canyon Road between Cedar and Chestnut Avenues. Grant funds for this project will be used to overlay the street as well as upgrade the wheel chair ramps to the current ADA standards.

Public Works staff prepared Plans and Specifications and a Notice Inviting Bids was published in the Business Journal on March 13, 2009, posted on the City's website and faxed to six builder exchanges. The specifications were distributed to 24 prospective bidders. The apparent low bid price was 50% below the Engineer's Estimate. Nine bid proposals were received and opened in a public bid opening on April 16, 2009. Bid proposal prices ranged between \$612,597.40, and \$784,885.00.

The bid from Bush Engineering, Inc., in the amount of \$612,597.40, is considered to be the lowest responsive and responsible bidder. Staff recommends that the City Council award a contract in the amount of \$612,597.40 to Bush Engineering, Inc. Bids are valid for 62 days from the date of the bid opening.

Staff determined that this project fits with the definition stipulated in Section 15061(b) (3) of the CEQA guideline and filed a Notice of Exemption with the Fresno County Recorders office pursuant to 15061(b) (3) of the CEQA guidelines.

The Council may:

A. Adopt Categorical Exemption pursuant to CEQA guidelines.

Award a contract for \$612,597.40 to Bush Engineering, Inc., of Hanford for Kings Canyon Road overlay between Cedar Avenue and Chestnut Avenue; or

B. Reject all bids.

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The project will be completed within 30 working days from the date of the Notice to Proceed.

However, in the event all bids are rejected a minimum of 60 days is required to rebid this project.

**FISCAL IMPACT**

This project is funded with Federal grant funds.

PNW/EB/LG/eam

Adopt CEQA Notice of Exempt & Awd Contract Bush Engr KC Rd Overlay 5-14-09

Attachments: Bid Evaluation  
Fiscal Impact Statement  
Notice of Exemption

**EVALUATION OF BID PROPOSALS**

FOR: KINGS CANYON ROAD ASPHALT OVERLAY BETWEEN CEDAR AND CHESUTNUT AVENUES

Bid File No. 2889  
Bid Opening: 04/16/09

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<b>BIDDERS'S</b>	<b>TOTAL NET BID AMOUNT</b>
1. Bush Engineering, Inc. 518 N Redington St Hanford, CA 93230	\$612,597.40
2. Dave Christian Construction Co., Inc. 2233 S Minnewawa Fresno, CA 93727	\$622,703.34
3. Jim Crawford Construction 1189 Hoblitt Ave Clovis, CA 93612	\$652,515.50
4. Granite Construction Co. P.O. Box 50085 Watsonville, CA 95077	\$673,045.50
5. Witbro, Inc. 959 Clovis Ave Clovis, CA 93612	\$684,866.66
6. Menefee Construction 7802 E Manning Ave Fowler, CA 93625	\$699,920.40
7. Cruco Construction Group 2443 Foundry Park Ave Fresno, CA 93706	\$702,970.00
8. Garcia Paving Company, Inc 2951 S Elm Fresno, CA 93706	\$705,850.60
9. American Paving Co. 315 North Thorne Avenue Fresno, CA 93706	\$784,885.00

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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, May 13, 2009, 5:00 P.M.

**EVALUATION OF BID PROPOSALS**

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FOR: KINGS CANYON ROAD ASPHALT OVERLAY BETWEEN CEDAR AND CHESUTNUT  
AVENUES

Bid File No. 2889  
Bid Opening: 04/16/09

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The Engineer's Estimate for this expenditure is \$ 1.23 Million. The contract price is 50 % 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):

In 2005 City of Fresno successfully competed in a regional bid and received Federal grant funds to Overlay Kings Canyon Road with asphalt concrete between Cedar Avenue and Chestnut Avenue. The scope of the project includes grinding the existing street to a minimum depth of 0.2' and placing asphalt concrete to the same depth, replace the signal loop detectors, re-stripe the street and upgrade the wheel chair ramps to current ADA standards between Cedar Avenue and Chestnut Avenue.

**EVALUATION OF BID PROPOSALS**

FOR: KINGS CANYON ROAD ASPHALT OVERLAY BETWEEN CEDAR AND CHESUTNUT AVENUES

Bid File No. 2889  
Bid Opening: 04/16/09

**DEPARTMENT CONCLUSIONS AND RECOMMENDATION:**

Award a contract in the amount of \$ 612,597.40 to Bush Engineering, Inc. of Hanford as the lowest responsive and responsible bidder.

Remarks:

Reject all bids. Reason:

Department Head Approval

Evan Bannister  
Title Asst. Dir. of Public Works  
Date 4/24/09

- |  |  |
|--|--|
| <input checked="" type="checkbox"/> Approve Dept. Recommendation | <input type="checkbox"/> Approve GSD/Purchasing Recommendation |
| <input type="checkbox"/> Disapprove                              | <input type="checkbox"/> Disapprove                            |
| <input type="checkbox"/> See Attachment                          |  |

GENERAL SERVICES DEPARTMENT

CITY MANAGER

Jason B. MacDonald 4/29/09  
Purchasing Manager Date

[Signature] 5/1/09  
City Manager or Designee Date

K. Herland 4/29/09  
Director Date

## FISCAL IMPACT STATEMENT

PROGRAM: PW00436 KINGS CANYON ROAD ASPHALT OVERLAY BETWEEN  
CEDAR AND CHESTNUT AVENUES

<u>RECOMMENDATION</u>	<u>TOTAL OR CURRENT</u>	<u>ANNUALIZED COST</u>
Direct Cost	<u>\$612,597.40</u>	_____
Indirect Cost	<u>\$130,000.00</u>	_____
<b>TOTAL COST</b>	<u><b>\$742,974.00</b></u>	_____
Additional Revenue or Savings Generated	_____	_____
Net City Cost	_____	_____
Amount Budgeted (If none budgeted, identify source)	<u>\$1,039,800.00</u>	_____

Indirect costs consist of the following:

Construction Engineering: (Const. Manage., Surveying, Inspection, Contract Compliance)	\$ 60,000.00
Contract Engineering Support:	\$ 5,000.00
Contract Contingencies:	\$ 60,000.00
Project Closeout:	<u>\$ 5,000.00</u>
<b>TOTAL</b>	<u><b>\$130,000.00</b></u>

F I L E D  
APR 28 2008

### Notice of Exemption

By [Signature]  
FRESNO COUNTY CLERK  
DEPUTY

To:  Office of Planning and Research  
1400 Tenth Street, Room 121  
Sacramento, CA 95814

From: City of Fresno  
2600 Fresno Street, 4<sup>th</sup> Floor  
Fresno, CA 93721  
Address

County Clerk  
County of Fresno  
\_\_\_\_\_  
\_\_\_\_\_

Project Title Kings Canyon Road Overlay  
Project Location- From Cedar to Chestnut Avenues  
Project Location - City Fresno Project Location - County Fresno  
Description of Nature, Purpose, and Beneficiaries of Project Grind and resurfacing 0.2' of AC  
Name of Public Agency Approving Project City of Fresno  
Name of Person or Agency Carrying Out Project Lal Goonawardena

Exempt Status (check one)

- Ministerial (Sec. 15073)
- Declared Emergency (Sec. 15071(a))
- Emergency Project (Sec. 15071(b) and(c))
- Categorical Exemption. State type and section number.

Reasons why project is exempt The project has no potential to adversely impact air quality or any other environmental area, therefore, it is exempt from CEQA pursuant to CEQA Guidelines 15061 (b) (3).

Lead Agency Contact Person Lal Goonawardena Area Code / Telephone / Extension (559) 621-8702

If filed by applicant

1. Attach certified document of exemption finding.
2. Has a Notice of Exemption been filed by the public agency approving the project?  Yes  No

[Signature]  
Signature

4/28/08  
Date

Design Services Manager  
Title

Signed by Lead Agency  Signed by Applicant Date received for filing at OPR: \_\_\_\_\_

Revised December 2004

E200810000210