

AGENDA ITEM NO. 1 G

COUNCIL MEETING 2/25/2010

APPROVED BY



DEPARTMENT DIRECTOR

CITY MANAGER

February 25, 2010

FROM: PATRICK N. WIEMILLER, Director  
Public Works Department

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

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

- SUBJECT: 1. ADOPT FINDING OF A CATEGORICAL EXEMPTION PER STAFF DETERMINATION, PURSUANT TO SECTION 15301, CLASS 1(C) OF THE CEQA GUIDELINES FOR THE CLOVIS AVENUE OVERLAY, WEST SIDE BETWEEN MCKINLEY AND KINGS CANYON ROAD AND EAST SIDE BETWEEN MCKINLEY AND 1000 FEET SOUTH OF OLIVE AVENUE
2. AWARD A CONTRACT IN THE AMOUNT OF \$621,716.00 TO GRANITE CONSTRUCTION COMPANY, FOR THE CLOVIS AVENUE OVERLAY, WEST SIDE BETWEEN MCKINLEY AND KINGS CANYON ROAD AND ON THE EAST SIDE BETWEEN MCKINLEY AND 1000 FEET SOUTH OF OLIVE AVENUE, BID FILE 2968 (LOCATED IN COUNCIL DISTRICTS 4 AND 5)

## RECOMMENDATION

Staff recommends that the City Council:

1. Adopt Finding of a Categorical Exemption per staff determination, pursuant to Section 15301, Class 1(c) of the CEQA Guidelines for the Clovis Avenue Overlay, west side between McKinley and Kings Canyon Road, and east side between McKinley and 1000 feet south of Olive Avenue.
2. Award a construction contract in the amount of \$621,716.00 to Granite Construction Company, for the Clovis Avenue Overlay west side between McKinley and Kings Canyon Road, and on the east side between McKinley and 1000 feet south of Olive Avenue and authorize the Public Works Director or his assignee to sign the contract on behalf of the City.

## EXECUTIVE SUMMARY

Clovis Avenue Overlay meets the criteria stipulated for ARRA funds. This project is to increase life of the pavement and provide a smooth riding surface for the motorists without increasing the capacity of the existing street. Staff determined under the CEQA Guidelines, this project fits within the definition stipulated under "Existing Facilities" in Section 15301, Class 1(c) as Categorically Exempt from further CEQA review. This project is located within the boundaries of City Council Districts 4 and 5.

Public Works Department staff prepared construction contract documents for the Clovis Avenue overlay project. The scope of the project is to grind and overlay the existing pavement with 0.2 feet thick layer of asphalt pavement, re-striping, install new traffic loop detection and upgrade all wheel chair ramps to current ADA standards. The limits of paving are Clovis Avenue northbound from Belmont Avenue to McKinley Avenue and southbound McKinley Avenue to Kings Canyon Avenue. On January 28, 2010, seven sealed bids were received by Purchasing Department. Seven bids were opened. Based on these bids Granite Construction Company was determined to be the lowest responsive and responsible bidder. Staff recommends, that Council award a construction contract in the amount of \$621,716.00 to Granite Construction Company and authorize the Public Works Director or his designee to sign the contract on behalf of the City.

## **BACKGROUND**

In February 2009, President Obama along with Congress enacted the American Recovery and Revitalization Act (ARRA), which will provide approximately \$27.5 billion in Highway Infrastructure formula funds. Pursuant to the ARRA, these funds are to be distributed by formula through the state and the metropolitan planning agency (MPO) to counties and cities. Fresno received approximately \$9,063,900 in new highway formula funds that can be used for capital improvement projects (e.g., street maintenance, traffic signals) that are included in the Federal Transportation Improvement Program (FTIP) and/or do not negatively impact air quality. Clovis Avenue Overlay between McKinley Avenue and Kings Canyon Road was considered to be a suitable candidate project which meets the conditions stipulated by the funding Agency. This project will place an asphalt overlay, replace all the impacted traffic signal loops and upgrade all wheel chair ramps to current ADA standards, on the west side between McKinley and Kings Canyon Road, and on the east side between McKinley and Belmont Avenue. Clovis Avenue Overlay project is located within the boundaries of City Council Districts 4 and 5.

A Notice Inviting bids was published in the Business Journal on December 28, 2009, posted on the City's Website and faxed to ten (10) building exchanges. The specifications were distributed to fifteen (15) prospective bidders. Seven (7) sealed bid proposals were received and opened in the public bid opening on January 28, 2010, which ranged from \$621,716.00 as the lowest, to \$706,330.00 as the highest.

Granite Construction Company submitted the lowest bid in the amount of \$621,716.00. The contract amount is 16.3 percent below the Engineer's Estimate and is considered to be the responsive and responsible bidder.

This project is to increase life of the pavement and provide a smooth riding surface for the motorists without increasing the capacity of the existing street. Staff determined under the CEQA Guidelines, this project fits within the definition stipulated under "Existing Facilities" in Section 15301, Class 1(c) as Categorically Exempt from further CEQA review.

This project is located within the boundaries of City Council Districts 4 and 5.

The City Council may:

- A. Adopt Finding of a Categorical Exemption per staff determination, pursuant to Section 15301, Class 1(c) of the CEQA Guidelines for the Clovis Avenue Overlay, west side between McKinley and Kings Canyon Road, and east side between McKinley and 1000 feet south of Olive Avenue.

Award a construction contract in the amount of \$621,716.00 to Granite Construction Company, for the Clovis Avenue Overlay, west side between McKinley and Kings Canyon Road, and on the east side between McKinley and 1000 feet south of Olive Avenue and authorize the Public Works Director or his assignee to sign the contract on behalf of the City; or

- B. Reject all bids.

The project will be completed within sixty (60) 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**

Construction work on this project is funded with American Recovery and Reinvestment Act (ARRA) grant funds.

PNW/EB/LG/eam  
Adopt Find Cate Exmpt & Awd Contr for Clovis Ave Overlay McKin to KC 2-25-2010

Attachments: Bid Evaluation Proposals  
Fiscal Impact Statement  
Vicinity Map

**EVALUATION OF BID PROPOSALS**

FOR: ARRA – CLOVIS AVENUE ASPHALT CONCRETE OVERLAY AND STRIPING FROM  
KINGS CANYON ROAD SOUTH BOUND SOUTH OF BELMONT AND BOTH  
DIRECTIONS FROM 1000 FEET SOUTH OF OLIVE TO MCKINLEY AVENUE ESPL  
5060(168)

Bid File No. 2968  
Bid Opening: January 28, 2010

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<b>BIDDER'S</b>	<b>TOTAL NET BID AMOUNT</b>
1. Granite Construction Company P. O. Box 50085 Watsonville, CA 95077	\$621,716.00
2. Dave Christian Construction Co., Inc. 2233 S Minnewawa Fresno CA 93727-6317	\$625,013.00
3. Cruco Construction Group 2443 Foundry Park Ave Fresno CA 93706	\$636,795.00
4. American Paving, Inc. PO Box 4348 Fresno CA 93744	\$671,890.00
5. Bush Engineering, Inc. 518 N Redington Street Hanford CA 93230	\$690,704.00
6. Emmett's Excavation, Inc. 1477 Menlo Ave Clovis CA 93611	\$697,608.00
7. Teichert Construction 4533 E Citron Avenue Fresno CA 93725	\$706,330.00

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Each bidder has agreed to allow the City fifty (50) 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 24, 2010, 5:00 P.M.

The Engineer's Estimate for this expenditure is \$ 1,095,195.00. The contract price is 43.2% below the Engineer's Estimate. If the overage is greater than 10% or only one bid was received, give explanation:

**EVALUATION OF BID PROPOSALS**

FOR: ARRA – CLOVIS AVENUE ASPHALT CONCRETE OVERLAY AND STRIPING FROM KINGS CANYON ROAD SOUTH BOUND SOUTH OF BELMONT AND BOTH DIRECTIONS FROM 1000 FEET SOUTH OF OLIVE TO MCKINLEY AVENUE ESPL 5060(168)

Bid File No. 2968  
Bid Opening: January 28, 2010

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

In February 2009, President Obama along with Congress enacted the American Recovery and Revitalization Act (ARRA), which will provide approximately \$27.5 billion in Highway Infrastructure formula funds. Pursuant to the ARRA, these funds are to be distributed by formula through the state and the metropolitan planning agency (MPO) to counties and cities. Fresno received approximately \$9,063,900 in new highway formula funds that can be used for capital improvement projects (e.g., street maintenance, traffic signals) that are included in the Federal Transportation Improvement Program (FTIP) and/or do not negatively impact air quality. Clovis Avenue Overlay between McKinley Avenue and Kings Canyon Road was considered to be a suitable candidate project which meets the conditions stipulated by the funding Agency. This project will place an Asphalt overlay, replace all the impacted traffic signal loops and upgrade all wheel chair ramps to current ADA standards on the Westside between McKinley and Kings Canyon Road, and on the Eastside between McKinley and Belmont Ave. Clovis Avenue Overlay project is located within the boundaries of City Council Districts 4 &5.

**DEPARTMENT CONCLUSIONS AND RECOMMENDATION:**

Award a contract in the amount of \$621,716.00 to Granite Construction Company, of Watsonville, as the lowest responsive and responsible bidder.

Remarks:

Reject all bids. Reason:

**EVALUATION OF BID PROPOSALS**

FOR: ARRA – CLOVIS AVENUE ASPHALT CONCRETE OVERLAY AND STRIPING FROM KINGS CANYON ROAD SOUTH BOUND SOUTH OF BELMONT AND BOTH DIRECTIONS FROM 1000 FEET SOUTH OF OLIVE TO MCKINLEY AVENUE ESPL 5060(168)

Bid File No. 2968  
Bid Opening: January 28, 2010

Department Head Approval

Elen Samuels  
Title Asst. PW Dir.  
Date 2/3/10

A DBE goal of 9 % was established for this project. The recommended Contractor complied with the DBE requirements pursuant to the bid specifications.

Beth Murrell 2/3/10  
DBE Program Coordinator Date

Approve Dept. Recommendation

Approve GSD/Purchasing Recommendation

Disapprove

Disapprove

See Attachment

GENERAL SERVICES DEPARTMENT

CITY MANAGER

Jason B. MacDonald 2/3/2010  
Purchasing Manager Date

[Signature] 2/5/10  
City Manager or Designee Date

[Signature] 2/4/10  
Director Date

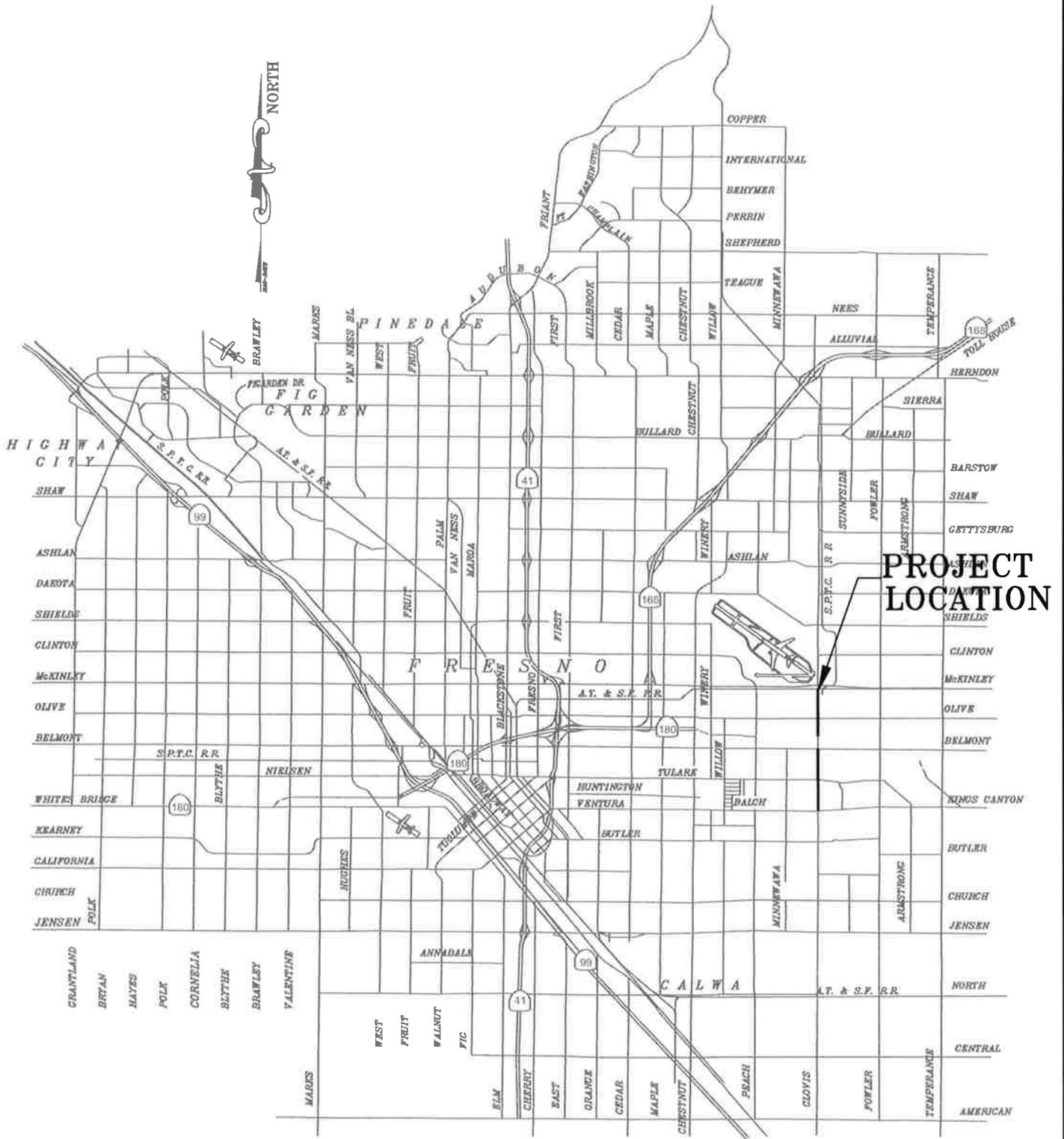
## FISCAL IMPACT STATEMENT

PROGRAM: PW00516, CLOVIS AVENUE ASPHALT CONCRETE OVERLAY AND STRIPING ON THE WEST SIDE BETWEEN MCKINLEY AND KINGS CANYON ROAD, AND ON THE EAST SIDE BETWEEN MCKINLEY AND 1000 FEET SOUTH OF OLIVE AVENUE

<u>RECOMMENDATION</u>	<u>TOTAL OR CURRENT</u>	<u>ANNUALIZED COST</u>
Direct Cost	<u>\$621,716.00</u>	_____
Indirect Cost	<u>\$114,000.00</u>	_____
<b>TOTAL COST</b>	<b><u>\$735,716.00</u></b>	_____
Additional Revenue or Savings Generated	_____	_____
Net City Cost	_____	_____
Amount Budgeted (If none budgeted, identify source)	_____	_____

Indirect costs consist of the following:

Construction Engineering: (Const. Manage., Surveying, Inspection, Contract Compliance)	\$ 50,000.00
Construction Contingencies:	\$ 50,000.00
Soils Lab/Testing:	\$ 10,000.00
Project Management/Admin:	\$ 2,000.00
Project Closeout:	<u>\$ 2,000.00</u>
<b>TOTAL</b>	<b>\$114,000.00</b>



**CITY OF FRESNO - DEPARTMENT OF PUBLIC WORKS**

**CLOVIS AVENUE AC OVERLAY  
FROM MCKINLEY AVENUE TO KINGS CANYON RD.**

**PROJECT VICINITY MAP  
NOT TO SCALE**

**COUNCIL DISTRICT  
4 AND 5**

**DATE:  
FEBRUARY 25, 2010**