

February 27, 2007

AGENDA ITEM NO.

COUNCIL MEETING

APPROVED BY _____

DEPARTMENT DIRECTOR _____

CITY MANAGER

FROM: JON R. RUIZ, Interim Public Works Director
Public Works Department

BY: SCOTT L. MOZIER, PE, Assistant Public Works Director
Public Works Department, Engineering Division

LALKUMAR GOONAWARDENA, PE
Public Works Department, Design Services Division

SUBJECT: AWARD A CONTRACT TO BUSH ENGINEERING, INC. FOR O STREET
(41 TO VENTURA STREET) IMPROVEMENTS AND VENTURA STREET
(O TO M STREET) PHASE 1
BID FILE NO. 2657

KEY RESULT AREA

Attain full Federal air quality compliance by 2013, KRA: 0101001000.

RECOMMENDATIONS

Staff recommends that the City Council award a contract for the Base Bid in the amount of \$1,220,877.10 to Bush Engineering, Inc. as the lowest responsive and responsible bidder.

EXECUTIVE SUMMARY

In 2001 the State of California was interested in expanding the 5th District Court of Appeal to accommodate the growing needs of the District. In January 2004 the City Council and the Redevelopment Agency authorized the transfer of title to 2.05 acres of RDA owned Property to the State of California for the 5th District Court of Appeal Courthouse at the south corner of O and Ventura to construct a new courthouse, and a site at the south corner of O and Santa Clara Streets for a parking lot. The Environmental Impact Study for the State project identified impacts that need mitigation. The O Street and Ventura Street project is a result of this study.

KEY OBJECTIVE BALANCE

This project best balances the three Key Objectives of Customer Satisfaction, Employee Satisfaction and prudent Financial Management. Customer Satisfaction by implementing a

REPORT TO THE CITY COUNCIL
Award Contract to Bush Engineering, Inc.
O Street Improvements and Ventura Street Phase I
February 21, 2007
Page 2

project that reduces delays, which contributes toward reducing air pollution, Employee Satisfaction by working towards the goal set by Federal Authorities to improve air quality and prudent Fiscal Management by awarding a contract to the lowest responsive responsible bidder.

BACKGROUND

This project is for the reconstruction of O Street (41 to Ventura Street) and widening the south side of Ventura Street (O to N Street). Reconstructing reconfigured median islands with landscaping on Ventura between O and M Streets. Under this project traffic signals at O and Ventura will be upgraded to current standards associated with downtown. New streetlights, pedestrian lights, street trees and stamped concrete sidewalks will be installed within the project limits.

Plans and specifications were prepared and a Notice of Inviting Bids was published in the Business Journal on December 13, 2006, posted on the City's website and faxed to 12 builder exchanges. Plans and specifications were picked up by 21 prospective bidders. Five bids were received and opened in a public bid opening on February 8, 2007. Bid prices ranged from \$1,220,877.10 to \$7,070,845.00. Due to a clerical error on bid items 9 and 10, resulted a \$5 million error for the highest bidder. Major funding for this project comes from Federal sources. Therefore, local preference requirement does not apply to this project.

Bush Engineering, Inc. submitted the lowest bid base bid price in the amount of \$1,220,887.10 and is considered the lowest responsive and responsible bidder as stipulated in the bid documents. Staff recommends that the City Council award a contract for the Base Bid in the amount of \$1,220,887.10 to Bush Engineering, Inc. as the lowest responsive and responsible bidder. The project will be completed in 80 working days from issuance of Notice to Proceed.

The Council may reject all bids. However, in the event both bids are rejected, the project will be rebid resulting in a delay of approximately sixty days.

FISCAL IMPACT

See attached.

Attachment: Bid Evaluation
Fiscal Impact Statement

EVALUATION OF BID PROPOSALS

FOR: O STREET IMPROVEMENTS (41 TO VENTURA ST.) AND VENTURA STREET
(O TO M ST.) PHASE 1

Bid File No. 2657
Bid Opening: February 8, 2007

BIDDER'S	TOTAL NET BID AMOUNT	
1. Bush Engineering, Inc. 518 N. Redington Street Hanford CA 93230	Total Net Base Bid Amount	\$1,220,877.10
	Deduct Alternate	(\$17,000.00)
2. American Paving Co. PO Box 4348 Fresno CA 93744	Total Net Base Bid Amount	\$1,225,728.10
	Deduct Alternate	(\$55,000.00)
3. Dave Christian Construction Co., Inc. 2233 S. Minnewawa Fresno CA 93727-6317	Total Net Base Bid Amount	\$1,251,411.86
	Deduct Alternate	(\$63,400.00)
4. WITBRO Inc. dba Seal Rite Paving & Grading 959 Clovis Avenue Clovis CA 93612	Total Net Base Bid Amount	\$1,329,035.28
	Deduct Alternate	(\$45,000.00)
5. Teichert Construction (Fresno District) 13281 Golden State Blvd. Kingsburg CA 93631	Total Net Base Bid Amount	\$7,070,845.00
	Deduct Alternate	(\$71,000.00)

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, March 7, 2007, 5:00 P.M.

The Engineer's Estimate for this expenditure is \$1,500,000. The contract price is 18% 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 contract is for the Phase 1 of the O Street Off-ramp widening project. Phase 1 is to reconstruct O Street from Santa Clara Avenue to Ventura Blvd., and to reconfigure Ventura Blvd. from O to N Street. Implementation of this project coincides with opening of the new 5th District Court of appeal at the South corner of O and Ventura Blvd.

EVALUATION OF BID PROPOSALS

FOR: O STREET IMPROVEMENTS (41 TO VENTURA ST.) AND VENTURA STREET
(O TO M ST.) PHASE 1

Bid File No. 2657
Bid Opening: February 8, 2007

DEPARTMENT CONCLUSIONS AND RECOMMENDATION:

Award a contract in the amount of \$1,220,877.10 for the Base Bid to Bush Engineering Inc. of 518 Reddington Street, Hanford, California as the lowest responsive and responsible bidder.

Remarks:

Reject all bids. Reason:

Department Head Approval

Scott L. Myz...

Title Assistant Director

Date 2/12/07

- Approve Dept. Recommendation Approve GSD/Purchasing Recommendation
- Disapprove Disapprove
- See Attachment

GENERAL SERVICES DEPARTMENT

CITY MANAGER

Janet Smith 2/12/07
Purchasing Manager Date

[Signature] 2/15/07
City Manager or Designee Date

Janerland 2/12/07
Director Date

FISCAL IMPACT STATEMENT

PROGRAM: PW 00280 O Street Off-Ramp Widening

<u>RECOMMENDATION</u>	<u>TOTAL OR CURRENT</u>	<u>ANNUALIZED COST</u>
Direct Cost	<u>\$1,220,877.10</u>	_____
Indirect Cost	<u>\$ 237,000.00</u>	_____
TOTAL COST	<u>\$1,459,877.10</u>	_____
Additional Revenue or Savings Generated	<u>\$ 250,815.00</u>	_____
Net City Cost	<u>\$1,209,062.10</u>	_____
Amount Budgeted (If none budgeted, identify source)	<u>\$1,770,600.00</u>	_____

Indirect costs consist of the following:

Const. Management / surveying:	\$ 100,000
Contingency:	\$ 122,000
Engineering:	\$ 10,000
Contract Compliance:	\$ 5,000
<u>Total</u>	<u>\$ 237,000</u>