

CITY OF YUBA CITY
STAFF REPORT

Date: May 21, 2019

To: Honorable Mayor & Members of the City Council

From: Public Works Department

Presented by: Benjamin Moody, Interim Assistant Public Works Director

Summary

Subject: 2019 Resurfacing Project (Project Award)

Recommendation:

- A. Adopt a finding of Class 1 Categorical Exemption for the project per CEQA Guidelines Section 15301 (Existing Facilities).
- B. Award Contract No. 18-09 2019 Resurfacing Project to VSS International, Inc. of West Sacramento, CA in the amount of their total bid of \$534,424.20.
- C. Authorize the City Manager to execute the contract on behalf of the City, subject to review and approval as to legal form by the City Attorney.

Fiscal Impact:

- \$587,866.62 – Total Project Cost
 - \$437,866.62 – CIP Account No. 1051 (Road Rehabilitation)
 - \$150,000 – CIP Account No. 1213 (Residential Road Rehabilitation)
- \$534,424.20 – Contract Award Amount
 - \$26,721.21 – (5%) Construction Contingency
 - \$26,721.21 – (5%) Construction Management

Purpose:

To provide, repair, and maintain roadways throughout the City.

Background:

On April 16, 2019, City Council approved the plans and specifications for the 2019 Resurfacing Project and authorized the Public Works Department to advertise for bids. This maintenance project will repair City roadways with multiple rehabilitation methods including asphalt rubber cape seals and double-chip asphalt rubber cape seals on designated roadways. Repair methods were determined based on the condition of the roadway, road category, and cost efficiency. The streets included in the 2019 Resurfacing Project are shown in Areas A, B, and C on the Project Location Map (Attachment 1).

Analysis:

The 2019 Resurfacing Project was advertised for bids beginning April 22. Plans and specifications were provided to local builder/contractor exchanges. On May 7, 2019, two (2) bids were received

and opened in the City Clerk's office. A list of the bids received and the Engineer's Estimate are shown below.

<u>Company</u>	<u>Base Bid</u>	<u>Base + Bid Alternate</u>
VSS International, Inc.	\$617,120.00	\$649,240.00
American Pavement Systems, Inc.	\$797,355.65	\$870,564.10
<i>Engineer's Estimate</i>	<i>\$512,501.50</i>	<i>\$538,555.50</i>

VSS International is the low, responsible, responsive bidder.

The Engineer's Estimate for the total project cost was based on previous resurfacing projects where chip seal and slurry seal were utilized. A 15% increase from last year's unit prices for chip seal and slurry seal were added to cost estimates; however, with increases in prevailing wage rates, a strong economy, and a low bidding environment, this year's estimate is an approximate 35% increase over last year's costs.

To stay within programmed funding budgets, staff proposes to reduce the final contract amount. Staff is recommending removal of the eight (8) proposed ADA ramps and reconstruction, and a reduction in the quantity of asphalt rubber chip seal work on Poole Blvd. Proposed quantity adjustments will reduce the contract amount by \$114,815.80 with a final contract amount of \$534,424.20.

Project still meets minimum quantity requirements for CalRecycle Rubberized Pavement Grant Program reimbursement. All eight (8) of the 2019 Resurfacing Project ADA ramps will be packaged with the upcoming ADA Improvements Project, which will receive Federal Community Development Block Grant (CDBG) and Housing and Urban Development (HUD) funding.

Contract administration and inspection of the project will be performed by Public Works Department staff. Project construction is expected to begin early summer 2019 and be completed in late summer 2019.

Fiscal Impact:

Contract	\$534,424.20
Contingency	\$26,721.21
<u>Construction Management</u>	<u>\$26,721.21</u>
Construction Total	\$587,866.62

The estimated project cost is \$587,866.62. This estimate includes 5% contingency and 5% construction management. The project will be funded through CIP Account No. 1051 (Road Rehabilitation) in the approximate amount of \$437,866.62, and Account No. 1213 (Residential Road Rehabilitation) in the approximate amount of \$150,000. After project completion, the CalRecycle Rubberized Pavement Grant Program will reimburse the City approximately \$42,150.

Environmental:

Staff has performed a preliminary environmental assessment of the project and has determined that it falls within the Class 1 Categorical Exemption set forth in CEQA Guidelines Section 15301, as the

maintenance applies to existing roadways. Further, none of the exceptions to Categorical Exemptions set forth in CEQA Guidelines 15300.2 apply to this project.

Alternatives:

1. Reject the bids and delay the project. Current bidding environment is very competitive. Staff does not believe delaying and rebidding the project will produce lower bids; or
2. Reject the bids and cancel the project. Canceling the project will delay rehabilitation of City roadways.

Recommendation:

- A. Adopt a finding of Class 1 Categorical Exemption for the project per CEQA Guidelines Section 15301 (Existing Facilities).
- B. Accept all bids, award the bid to the lowest responsive and responsible bidder, and enter into Contract No. 18-09 2019 Resurfacing Project with VSS International, Inc. of West Sacramento, CA in the amount of their total bid of \$534,424.20.
- C. Authorize the City Manager to execute the contract on behalf of the City, subject to review and approval as to legal form by the City Attorney.

Attachments:

1. Project Location Map

Prepared by:

/s/ Nick Menezes
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Assistant Civil Engineer

Submitted by:

/s/ Diana Langley
Diana Langley
Interim City Manager

Reviewed by:

Department Head

BM

Finance

RB

City Attorney

SLC by email

ATTACHMENT 1

2019 RESURFACING PROJECT PROJECT LOCATION MAP

