



CITY COUNCIL STAFF REPORT

TO: Honorable Mayor and City Council **DATE:** April 26, 2021
FROM: Matthew Bronson City Manager
PREPARED BY: Greg Ray, Public Works Director/City Engineer
SUBJECT: Award of Construction Contract for Citywide Street Sign Replacement Project

RECOMMENDATION

Award the construction contract for the Citywide Street Sign Replacement Project to Safety Network Traffic Signs, Inc., in the amount of \$85,825 for the Base Bid; authorize the City Manager to sign and affirm construction and change orders up to an aggregate of \$8,583; and authorize the Mayor to execute the contracts on behalf of the City.

BACKGROUND

The Citywide Street Sign Replacement Project includes the replacement of 665 street signs throughout the city with new reflective signs in a similar light blue color as the recent navigation signs at gateway intersections along with an anti-graffiti coating. Of the new street signs, 635 will be new pole mounted signs and 30 will be overhead hanging signs along West Grand Avenue.

The project bid documents were prepared by City staff with bids for this project opened on April 8, 2021. The City received four bids ranging from \$85,825 to \$149,900 with an Engineer's Estimate of approximately \$75,000 for the work excluding the overhead signs. The lowest responsive and responsible bidder is Safety Network Traffic Signs, Inc., from Fresno, with a bid of \$85,825. Staff has completed a review of Safety Network Traffic Signs, Inc.'s qualifications and capability to complete the project and is recommending the Council award the construction contract to them.

Pending the Council's award of construction contract, preliminary construction on this project is expected to begin mid-May 2021. The actual project schedule will be determined following award of the construction contract.

FISCAL IMPACT

The total project construction cost includes the lowest bid plus contingency as identified above for a total of \$94,408. Staff is recommending the Council award this contract to Safety Network Traffic Signs, Inc., in the amount of \$85,825 and authorize the City Manager to approve construction contract change orders, if necessary, up to an additional \$8,583.

Council approved a mid-year Budget Adjustment Request of \$75,000 at the February 22, 2021 Council meeting for this project. However, an additional allocation of \$20,000 is needed to fully fund this project given the added cost beyond the initial estimate. The Budget Adjustment Request shown in Attachment 2 would provide this allocation to the project with the funding provided within the existing General Fund operating budget.

ALTERNATIVES

The Council has the following alternatives to consider:

1. Award the contract for construction of the Citywide Street Sign Replacement Project, to Safety Network Traffic Signs, Inc. in the amount of \$85,825 for the Base Bid; authorize the City Manager to sign and affirm construction change orders up to an aggregate of \$8,583; and authorize the Mayor to execute the contracts on behalf of the City; or
2. Delay award of the project and provide additional direction to staff; or
3. Reject all bids, modify the project, and re-advertise for bids as soon as possible.

PUBLIC NOTIFICATION

The agenda was posted in accordance with the Brown Act.

Attachments

1. Bid Results
2. Budget Adjustment Request

City of Grover Beach Bid Opening Results

Bid Opening Date: Thursday, April 8, 2021 @ 2:00 p.m.

Bids for: Citywide Street Sign Project

Sealed Bids Received from:

No.	Company Name & Address	Total Base Bid (Page 6)
1	CHRISP COMPANY 43650 Osgood Road Fremont, CA 94539	\$145,350.00
2	SAFETY NETWORK TRAFFIC SIGNS, INC. 1345 N. Rabe Ave. Fresno, CA 93727	\$85,825.00
3	STATEWIDE SAFETY SYSTEMS 522 Lindon Lane Nipomo, CA 93444	\$89,825.00
4	TOSTE CONSTRUCTION 2651 Green Place Arroyo Grande, CA 93420	\$149,900.00
5		
6		
7		

*Bid results are subject to verification by engineering.

Approvals/workflow 1. Dept Head 2. Admin Svcs 3. City Council 4. City Manager	City of Grover Beach BUDGET ADJUSTMENT REQUEST \$20K Add'l for Street Signs-General Fund	Budget JE # AGENDA DATE 4/26/2021
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DESCRIPTION	Account #		PROJECT/GRANT #	AMOUNT
REVENUE SOURCES				
General Fund	01-000-30000-000			\$20,000
TOTAL REVENUES				\$20,000
EXPENDITURE USES				
New Street Signs for the City	01-165-52140-000			\$20,000

JUSTIFICATION: (attach letter if required) - see April 26, 2021 staff report (agenda item #7)

REQUESTED BY: _____ **REVIEWED & APPROVED BY:** _____

_____ Date Department Head _____ Date Administrative Services

APPROVED by the City Council of the City of Grover Beach, State of California this 26th day of April, 2021. Agenda Item No. 7.

ATTEST: _____
 City Clerk

APPROVED BY: _____

_____ Date City Manager