



CITY COUNCIL STAFF REPORT

TO: Honorable Mayor and City Council **DATE:** November 4, 2019

FROM: Matthew Bronson, City Manager

PREPARED BY: Greg Ray, Public Works Director/City Engineer
Erin Wiggin, Capital Improvement Program Manager

SUBJECT: Award of Construction Contract for Measure K-14 Street Improvements
(CIP 2295-9) on S. 16th Street

RECOMMENDATION

Award a contract for construction of CIP 2295-9 as part of the Measure K-14 Street Rehabilitation Program to CalPortland Construction, in the amount of \$394,676, authorize the City Manager to sign and affirm construction and construction management change orders up to an aggregate of \$59,200 and authorize the Mayor to execute the contract on behalf of the City.

BACKGROUND

The Council identified Street Rehabilitation and Related Infrastructure as one of the Council's Major Goals for 2018-19. Voters approved Measure K-14 in November 2014 which authorizes the sale of up to \$48 million in bond funds for repair of residential streets. The Council issued the first \$13 million in bond funding in 2015 and 2016 and the Council approved another \$15 million in bond funding in 2017. The first seven Measure K-14 funded projects are complete and have provided comprehensive maintenance and repair of 154 City blocks which represents about 45% of all local City streets with another 14 blocks on Newport Avenue currently under construction. Measure K funds have also been expended on localized repairs in severely damaged sections of streets throughout the city.

CIP 2295-9 includes approximately 10 blocks of street maintenance and rehabilitation on S. 16th Street from West Grand Avenue to The Pike (see Attachment 2). Bids for CIP 2295-9 were opened on October 24, 2019 and the City received five bids ranging from \$394,676 to \$470,450 with an Engineer's Estimate of \$409,000. The lowest responsive and responsible bidder is CalPortland Construction from Santa Maria with a bid of \$394,676. Staff completed a review of CalPortland's qualifications and capability to complete the project and is recommending the Council award the construction contract to the firm.

Pending the Council's award of construction contract, preliminary construction on this project is expected to begin in December 2019. The project is expected to be complete in the first quarter of 2020.

FISCAL IMPACT

The project is funded with Measure K-14 funds. Staff is recommending the Council award to CalPortland Construction in the amount of \$394,676 and authorize the City Manager to approve construction contract and construction management change orders, if necessary, up to an additional \$59,200.

ALTERNATIVES

The Council has the following alternatives to consider:

1. Award the contract for construction of CIP 2295-9 as part of the Measure K-14 Street Rehabilitation Program to CalPortland Construction in the amount of \$394,676.00, authorize the City Manager to sign and affirm construction and construction management change orders up to an aggregate of \$59,200.00, and authorize the Mayor to execute the contract 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. Contractors who submitted a bid were sent a copy of the meeting agenda and this staff report.

ATTACHMENTS

1. Bid Results
2. Map of CIP 2295-9

City of Grover Beach Bid Opening Results

Bid Opening Date: THURSDAY, OCTOBER 24, 2019 @ 2:00 P.M.

Bids for: MEASURE K-14 STREET REHABILITATION AND REPAIR PROJECT, CIP 2295-9

Sealed Bids Received from:

No.	Company Name & Address	Bid Total (Page 7)
1	PAPICH CONSTRUCTION COMPANY, INC. 398 SUNRISE TERRACE ARROYO GRANDE, CA 93420	\$469,850.00
2	S. CHAVES CONSTRUCTION, INC. 11545 LOS OSOS VALLEY ROAD, #C-3 SAN LUIS OBISPO, CA 93405	\$470,450.80
3	CALPORTLAND CONSTRUCTION PO BOX 1280 SANTA MARIA, CA 93456	\$394,676.00
4	SOUZA CONSTRUCTION PO BOX 3810 SAN LUIS OBISPO, CA 93403	\$402,340.25
5	JJ FISHER PO BOX 2219 NIPOMO, CA 93444	\$457,722.00

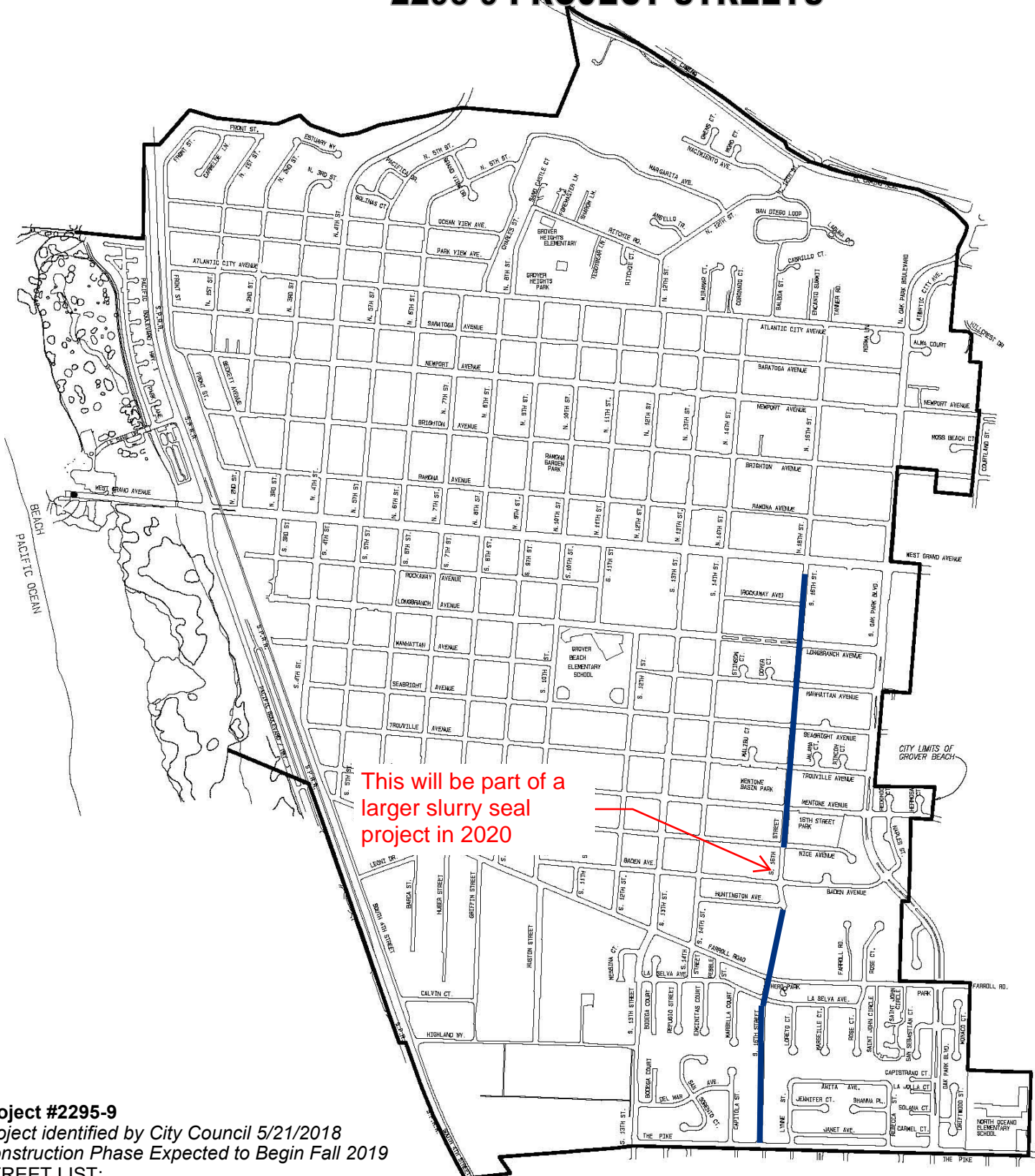
***Bid results are subject to verification by engineering.**



City of Grover Beach

Measure K-14 Street Rehabilitation & Repair Program

2295-9 PROJECT STREETS



This will be part of a larger slurry seal project in 2020

Project #2295-9

Project identified by City Council 5/21/2018
Construction Phase Expected to Begin Fall 2019

STREET LIST:

1. **South 16th Street**, West Grand Avenue to Nice Avenue;
Huntington Avenue to The Pike