



COUNCIL AGENDA REPORT

Meeting Date: November 7, 2017

FROM: Steven Winkler, Public Works Director
BY: Alejandra Serratos, Engineering Technician

SUBJECT: AWARD OF CONTRACT FOR THE SOUTH GALT SAFE ROUTE TO SCHOOL AND REHABILITATION AND SACOG BICYCLE AND PEDESTRIAN PROJECT

RECOMMENDATION:

Approve a Resolution to:

- 1) Authorize the City Manager to execute a contract with George Reed Inc., in an amount of \$5,191,868.00, for the construction of the South Galt Safe Route to School and Rehabilitation and SACOG Bicycle and Pedestrian Improvement Project (CIP 518C); and
- 2) Authorize a 15% construction contingency amount of \$778,780; and
- 3) Authorize the City Manager to execute contract change orders within the approved project contingency; and
- 4) Authorize the Public Works Director to accept the improvements and issue the Notice of Completion upon satisfactory completion of the work.

BACKGROUND

The South Galt Safe Route to School and Rehabilitation and SACOG Bicycle and Pedestrian Improvement Project includes bicycle and pedestrian improvements and roadway rehabilitation at the locations shown in the attached Vicinity Map. This includes pedestrian bulbouts and median refuge islands located at various locations and additional signage and warning devices. The project also includes gap infill sidewalks, accessibility ramps and drainage improvements at various locations.

The project will utilize funding from five different programs, including the Active Transportation Fund, Regional Surface Transportation, Sacramento Transportation Authority, Sacramento Area Council of Governments (SACOG), and Congestion Mitigation and Air Quality. To provide an economy of scale, Caltrans and SACOG have approved the City's request to combine the various grant funded improvements into one project.

City Manager Approval:

TYPE OF ITEM:	COUNCIL ACTION: Introduced Approved Denied Revised
<input checked="" type="checkbox"/> Consent	Reso No _____ Ord No _____
<input type="checkbox"/> Departmental	Moved By:
<input type="checkbox"/> Public Hearing	Seconded By:
<input type="checkbox"/> Successor Agency	Vote:
<input type="checkbox"/> Other	

AWARD OF CONSTRUCTION CONTRACT FOR THE SOUTH GALT SAFE ROUTE TO SCHOOL AND REHABILITATION AND SACOG BICYCLE AND PEDESTRIAN IMPROVEMENT PROJECT

The City advertised the project for construction bids in August 2017. On October 5, 2017, the City received a total of six bids from construction firms which ranged from \$5,191,868.00 to \$6,590,563.98 (bid summary attached). The lowest three bids received are shown as follows:

Bidder Name	Bid
1. George Reed, Inc.	\$5,191,868.00
2. Sierra National Construction, Inc.	\$5,680,184.30
3. FBD Vanguard Construction, Inc.	\$5,688,553.94

The apparent low bid is that of George Reed, Inc. in the total amount of \$5,191,868.

Staff checked George Reed Inc.'s bid packet, construction history and license, and determined the bid is responsive and the company is responsible. Staff recommends award of the construction contract to George Reed Inc. in the amount of \$5,191,868.00. Because a major portion of the project is in the older part of the City and given the scope of work, a larger than normal project contingency is recommended in the amount of \$778,780.00 (15%) to address any unforeseen construction issues. If awarded, construction is expected to start in early March of 2018 and to be completed around mid-July of 2018.

ALTERNATIVES:

The City Council could reject all bids and direct staff to re-bid the project. Staff does not recommend this alternative based upon a belief that the current low bid amount is both reasonable and competitive. Rebidding the project will incur additional costs and delays and may not provide a lower bid.

FISCAL ANALYSIS:

There is a direct fiscal impact from the recommended actions in the amount of \$5,970,658, inclusive of an increased contingency percentage. Miscellaneous costs and previously awarded construction management and engineering support contracts have already been encumbered and are accounted for in the 'Available Balance' figures noted below. There are four grant funded projects combined into the South Galt Safe Route to School and Rehabilitation and SACOG Bicycle and Pedestrian Improvement Project under accounts 009-1235-731-8796, 010-1235-731-8796 and 029-1235-731-8796. The following table shows estimated construction contract costs and current available project funding for CIP #518C.

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AND REHABILITATION AND SACOG BICYCLE AND PEDESTRIAN IMPROVEMENT PROJECT

Page 3 of 3

CONSTRUCTION CONTRACT

George Reed, Inc.
Construction Contingency (15%)
Total

Costs

\$5,191,868
\$778,780

\$5,970,648

BUDGET (CIP#518C)

009-1235-731-8796 (TDA)
010-1235-731-8796 (Various Grants)
029-1235-731-8796 (Measure A)
Total

Current

Available Balance

\$64,141
\$5,142,599

\$1,024,788

\$6,231,528

ATTACHMENTS:

Resolution
Project Vicinity Map
Bid Summary
Draft Construction Contract