DATE: May 22, 2012

AGENDA ITEM # 6

AGENDA REPORT

TO: City Council

FROM: Aida Fairman, Associate Civil Engineer

SUBJECT: Annual Street Resurfacing, Project 12-01

RECOMMENDATION:

A. Award Annual Street Resurfacing, Rubberized Chip Seal, Project 12-01A to Graham Contractors, Inc. for an amount of $118,420 and authorize the City Manager to execute a contract on behalf of the City
B. Award Annual Street Resurfacing, Slurry Seal, Project 12-01B to Graham Contractors, Inc. for an amount of $83,943.25 and authorize the City Manager to execute a contract on behalf of the City
C. Authorize staff to include additional streets to the scope of work of Projects 12-01A and 12-01B in an amount not to exceed $210,000

SUMMARY:

Estimated Fiscal Impact:

Amount: $450,000 ($240,000 original contract and $210,000 for additional work)

Budgeted: Yes: Annual Street Resurfacing, Project 12-01 and Gas Tax

Public Hearing Notice: Not applicable

Previous Council Consideration: Not applicable

CEQA Status: Categorical Exemption

Attachments: None

BACKGROUND

In June 2011, Council adopted the five-year Capital Improvement Program (CIP) which included Project 12-01, Annual Street Resurfacing. The FY2011-2012 of $650,000 consists of State Gas Tax funds in the amount of $225,000 and $425,000 from the CIP Fund. Of the $650,000, a portion in the amount of $200,000 was dedicated to First Street streetscape resurfacing leaving $450,000 to be used for the repair of various streets in Los Altos.

DISCUSSION

This project includes installing a rubberized cape seal at Farndon, Campbell and Eva Avenues. A rubberized cape seal consists of coating the existing road surface with a rubberized asphalt chip seal surfacing followed within a few days with a final slurry seal coat. To obtain more competitive bids, staff prepared two separate plans and specification packages: Rubberized Chip Seal, Project 12-01A and Slurry Seal, Project 12-01B. During the bidding period, an addendum was issued to Project 12-01A introducing an additional blending option deemed to be less expensive which would result in a comparable final product.

Bid Results:

A) Rubberized Chip Seal, Project 12-01A
Bids were received from three qualified bidders on April 23, 2012 summarized as follows:

No	Bidder	Base Bid	Add Alt #1	Total Bid
1	Graham Contractors, Inc.	$99,330	$19,090	$118,420
2	Intermountain	$164,732	$17,450	$182,182
3	International Surfacing	$176,770	$37,110	$213,880
	Engineer's Estimate	$188,800	$44,400	$233,200

B) Slurry Seal, Project 12-01B
Bids were received from four qualified bidders on April 24, 2012 summarized as follows:

No	Bidder	Base Bid	Add Alt #1	Total Bid
1	Graham Contractors, Inc.	$64,770.20	$19,173.05	$83,943.25
2	Valley Slurry Seal Co.	$69,691.72	$17,299.85	$86,991.57
3	American Asphalt	$76,108.50	$21,505.45	$97,613.95
4	Intermountain Slurry Seal	$84,792.34	$21,377.70	$106,170.04
	Engineer's Estimate	$70,051.52	$18,711.19	$88,762.71

Graham Contractors, Inc., the lowest responsible bidder on both projects, has been in business for over 36 years and is located in San Jose, California. They have recently completed similar pavement sealing projects for several public agencies throughout

California including the Cities of San Jose, Sunnyvale, Santa Rosa, Los Altos and the Town of Atherton. The Contractor's license is in good standing with the State of California Contractor Licensing Board and they have no recorded safety violations in the federal government's Occupational Safety and Health Administration (OSHA) database.

The low bid of $202,363.25 allows the City to repair additional streets assuming the contractor agrees to use its original bid unit price for the work.

The following additional streets, which are not listed in a specific priority order, are recommended for repair with the remaining funds:

- Edge Lane (from Springer Road S to Seena Avenue)
- Pritchett Way (from Oak Avenue to Pritchett Court)
- Pritchett Court (from end to end)
- Lincoln Avenue (from Sherman Street to Orange Avenue)
- Pasa Robles Avenue (from Carmel Avenue to San Antonio Road N)
- El Sereno Avenue (from Homestead Road to Crist Drive)
- El Sereno Court (from El Sereno Avenue to the end)
- Becker Lane (Los Altos Avenue to the end)
- Riviera Drive (from Springer Road S to the end)
- Kircher Court (from Fallen Leaf Lane to the end)
- Jones Lane (from Crist Drive to Fallen Leaf Lane)

Deferring the required maintenance on these streets would result in continued deterioration which will result in more costly future repairs.

FISCAL IMPACT

The project budget is reflected below:

Item	Project 12-01 Budget
Construction (Rubberized Chip Seal)	$118,420.00
Construction (Slurry Seal)	83,943.25
Inspection and Testing	10,000.00
Printing and Incidental Costs	3,000.75
Construction Contingency (20%)	24,636.00
Total	**$240,000.00**
Project Budget	**$450,000.00**
Remaining available project balance	**$210,000.00**

PUBLIC CONTACT

Posting of the meeting agenda serves as notice to the general public.

If the contract award is approved, project notification will be provided to property owners that would be temporarily impacted by the construction activities.

ALTERNATIVE

Defer repair of the additional streets not included in the base bid