



## **STAFF REPORT TO THE CITY COUNCIL**

**DATE:** Regular Meeting of July 11, 2017

**TO:** Members of the City Council

**SUBMITTED BY:** Michael Roberts, Public Works Director/City Engineer

**SUBJECT:** Award of a Construction Contract to O. C. Jones & Sons for the 2017 Pavement Maintenance Project

### **RECOMMENDED ACTION:**

Adopt a resolution authorizing the City Manager to execute a construction contract with O. C. Jones & Sons in the amount of \$689,906 for the 2017 Pavement Maintenance Project, and authorizing an additional expenditure of up to \$68,990 for a 10% contingency on said construction contract.

### **FISCAL IMPACT OF RECOMMENDATION:**

The proposed budget for the 2017 Pavement Maintenance Project is as follows:

#### Revenues:

Gas Tax Fund	\$200,000
Measure J Fund	\$132,896
FY 16-17 General Fund Decision Package for Street Maintenance	\$100,000
FY 17-18 General Fund Decision Package for Street Maintenance	\$150,000
FY 16-17 Solid Waste Funds to Mitigate Garbage Truck Impacts	<u>\$176,000</u>
Total Revenue	\$758,896

#### Expenditures:

Construction Contract	\$689,906
10% Contingency	<u>\$68,990</u>
Total Expenditures	\$758,896

### **DISCUSSION:**

The 2017 Pavement Maintenance Project was advertised for bids in the West County Times on June 5 & 12, 2017 and in 4 regional plan rooms. A total of 4 bids were received at the bid opening deadline of 2 pm on Monday, June 26. Upon opening and reviewing the 4 bids received, O.C. Jones & Sons submitted the low bid in the amount of \$689,906 which was determined to be responsive and is below the Engineer's Estimate of \$810,000.

<b>NO</b>	<b>Bidder's Name</b>	<b>Bid Proposal</b>
1	O. C. Jones & Sons, Inc.	\$ 689,906
2	Paving Construction Services	\$ 721,483
3	Telfer Pavement Technologies	\$ 881,834
4	Intermountain Slurry Seal	\$ 1,083,380

O.C. Jones & Sons has been in business for many years and has successfully completed numerous projects for public agencies. In Hercules they most recently completed the Path to Transit Project and Refugio Valley Road Rehabilitation Project. They performed at a high level on both of these projects and are considered to be a responsible bidder.

The 2017 Pavement Maintenance Project will slurry seal various streets in Hercules. The work includes asphalt repair, crack sealing, and striping. Construction is anticipated to take place late July, August, and part of September. Following the award of the construction contract, staff will meet with the contractor to firm up the schedule.

The roads to be slurry sealed include segments of Mandalay Avenue, Grenadine Way, Turquoise Drive, Alfred Nobel Drive, James Watson Drive, Redwood Road, Violet Road, Lupine Road, Manzanita Place, Nutmeg Court, Dogwood Court, and Cottonwood Court (See attached Street Maintenance Location Map). They were selected based upon recommendations from the City's pavement management program, a visual inspection, coordination with PG&E underground work, and contractor logistics with the goal of most effectively utilizing maintenance funding to preserve the City's roadway network. PG&E, as a condition of their encroachment permit, has agreed to reimburse the City for slurry sealing areas they patched. The reimbursement amount will be determined over the next month. A similar sized road maintenance project is planned for next summer, at which time other streets will slurry sealed as well.

#### **ATTACHMENTS:**

1. Resolution
2. Street Maintenance Location Map

***Financial Impact***

**Description:** Expenditure amount not to exceed \$758,896.

**Funding Source:**

Gas Tax Fund	\$200,000
Fund No. 262-5432-642-05-20	
Measure J Fund	\$132,896
Fund No. 263-5432-642-05-20	
FY16-17 General Fund Decision Package for Street Maintenance	
Fund No. 100-5432-642.05-20	\$100,000
FY17-18 General Fund Decision Package for Street Maintenance	
Fund No. 100-5432-642.05-20	\$150,000
FY16-17 Solid Waste Funds to Mitigate Garbage Truck Impacts	
Fund No. 291-5510-643.20-00	\$176,000

**Budget Recap:**

Total Estimated cost:	\$758,896	New Revenue:	\$
Amount Budgeted:	\$758,896	Lost Revenue:	\$
New funding required:	\$	New Personnel:	\$
Council Policy Change:	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>		