

DATE: 12/07/99 AGENDA ITEM # 22
() APPROVED () DENIED
() CONTINUED TO _____

TO: JAMES L. APP, CITY MANAGER
FROM: BOB LATA, COMMUNITY DEVELOPMENT DIRECTOR *BL*
SUBJECT: AWARD OF BID: CDBG-FUNDED PARK STREET IMPROVEMENTS
DATE: DECEMBER 7, 1999

Needs: For the City Council to consider awarding the contract to the low bidder to construct street improvements (curb, gutter, sidewalk and some paving) in Park Street, between 28th and 34th Streets and possibly in front of 721 - 28th Street.

Facts: 1. The City Council has approved the use of \$157,687 in 1997 Community Development Block Grant (CDBG) funds to construct street improvements along Park Street, between 28th and 34th Streets, and if funds allow, in front of 721 - 28th Street. Attached is a map of existing improvements in the area, which also shows the locations where there are no improvements.

2. The City has executed a contract with Cannon Associates in the amount of \$32,707 to prepare construction plans for this project. This leaves \$124,980 for construction of the improvements.

3. Anticipating that the available funding would not be enough to do all of the needed work, the construction plans and bid documents divided the work into 7 sections as follows:

- Section A East side of Park Street, between 28th and 30th Streets;
- Section B East side of Park Street, between 30th and 32nd Streets;
- Section C East side of Park Street, between 32nd and 34th Streets;
- Section D West side of Park Street, between 28th and 30th Streets;
- Section E West side of Park Street, between 30th and 32nd Streets;
- Section F West side of Park Street, between 32nd and 34th Streets;
- Section G In front of 721 - 28th Street.

4. On November 23, 1999, the City opened bids from 5 contractors. A bid summary is attached.

5. J. Madonna Construction of San Luis Obispo, with a total bid of \$219,561.10, is the lowest bidder for the full set (all 7 sections) of improvements. However, the lowest bidder varies as to which of the options are selected.

6. According to the City Engineer, it is a standard practice for street improvement projects to budget an additional 10% for contingency costs.

**Analysis and
Conclusion:**

Because there are only about \$125,000 in CDBG funds available to construct street improvements, options that made the most use of the available funds were identified. These options consist of combinations of the 7 sections that could be completed within the available amount of funding. The bid documents called for the bidders to identify their prices for each section.

At its meeting of August 10, 1999, the Paso Robles Housing Authority reviewed the construction plans, discussed the need for options due to limited funds, and directed Gene Bergman, Executive Director of the Housing Authority, to work with City staff to formulate options. After the bids were opened, City staff met with Gene Bergman and identified the following prioritization principles for Council's consideration:

- Any option to be considered must include improvements to at least one block on the east side of Park Street, with the block between 30th and 32nd Streets having the highest priority.
- The west side of Park Street, between 28th and 34th Streets, is the low side of the street, where storm water, mud and weeds collect. Construction of curb and gutter where there is currently none would do much to improve the quality of the neighborhood by eliminating standing water and eyesores.
- The west side of Park Street, south of 34th Street, and adjacent to Paso Robles Ford, is a heavily-traveled pedestrian route for school children. Without sidewalk, curb and gutter, this segment of the street currently collects storm water, mud and weeds. In addition to the benefit of neighborhood improvement, the construction of curb, gutter and sidewalk would make a substantial improvement to pedestrian safety.

Four options, A-D, each of which can be funded from the available \$125,000, have been identified for the Council's consideration. Schematic maps that illustrate these options are attached. A brief summary of each option follows:

- A. Construct improvements on the east side of Park Street, between 30th and 32nd Streets (Section B) and on the west side of Park Street, between 28 and 34th Streets (Sections D-F). For this option, Whitaker Contractors of Santa Margarita is the lowest bidder at \$110,153.20. Including contingency costs, the total cost for this option would be about \$121,200.
- B. Construct improvements on the east side of Park Street, between 30th and 34th Streets (Sections B & C); on the west side of Park Street, south of 34th Street, adjacent to Paso Robles Ford (Section F); and in front of 721 - 28th Street (Section G). For this option, John Madonna Construction is the lowest bidder at \$111,736.10. Including contingency costs, the total cost for this option would be about \$123,000.
- C. Construct improvements on the east side of Park Street, between 30th and 34th Streets (Sections B & C) and on the west side of Park Street, north of 30th Street

(Section E). For this option, John Madonna Construction is the lowest bidder at \$108,143.00. Including contingency costs, the total cost for this option would be about \$119,000.

- D. Construct improvements on the east side of Park Street, between 28th and 32nd Streets (Sections A & B) and in front of 721 - 28th Street (Section G). For this option, Sanchez Construction of Paso Robles is the lowest bidder at \$103,765.00. Including contingency costs, the total cost for this option would be about \$114,000.

Gene Bergman, Executive Director of the Housing Authority is recommending that funding be provided for Option "A".

Those sections that are not completed with the \$125,000 in 1997 CDBG funds could be undertaken with an allocation of 2000 CDBG funds. The design work for all 7 sections has already been completed. Since the funds would not become available until the Fall of 2000, the City would have to resolicit bids. City staff will prepare an application for 2000 CDBG funds for such a purpose for the Council's consideration in March 2000.

Policy

Reference: None

Fiscal

Impact: No impact to the General Fund. The project will be accomplished with CDBG funds.

Options:

- a. That the City Council adopt the attached resolution to select Option A and award the work to the lowest bidder for this option, Whitaker Contractors of Santa Margarita, in the amount of \$110,153.20.
- b. That the City Council select Option B and award the work to the lowest bidder for this option, J. Madonna Construction of San Luis Obispo in the amount of \$111,736.10 and direct staff to prepare a resolution for Council adoption at the next regularly-scheduled Council meeting (December 21, 1999).
- c. That the City Council select Option C and award the work to the lowest bidder for this option, J. Madonna Construction of San Luis Obispo in the amount of \$108,143.00 and direct staff to prepare a resolution for Council adoption at the next regularly-scheduled Council meeting (December 21, 1999).
- d. That the City Council select Option D and award the work to the lowest bidder for this option, Sanchez Construction of Paso Robles, in the amount of \$103,765.00 and direct staff to prepare a resolution for Council adoption at the next regularly-scheduled Council meeting (December 21, 1999).
- e. That the City Council amend, modify or reject the above options.

Prepared By:



Ed Gallagher

Housing Programs Manager

Attachments:

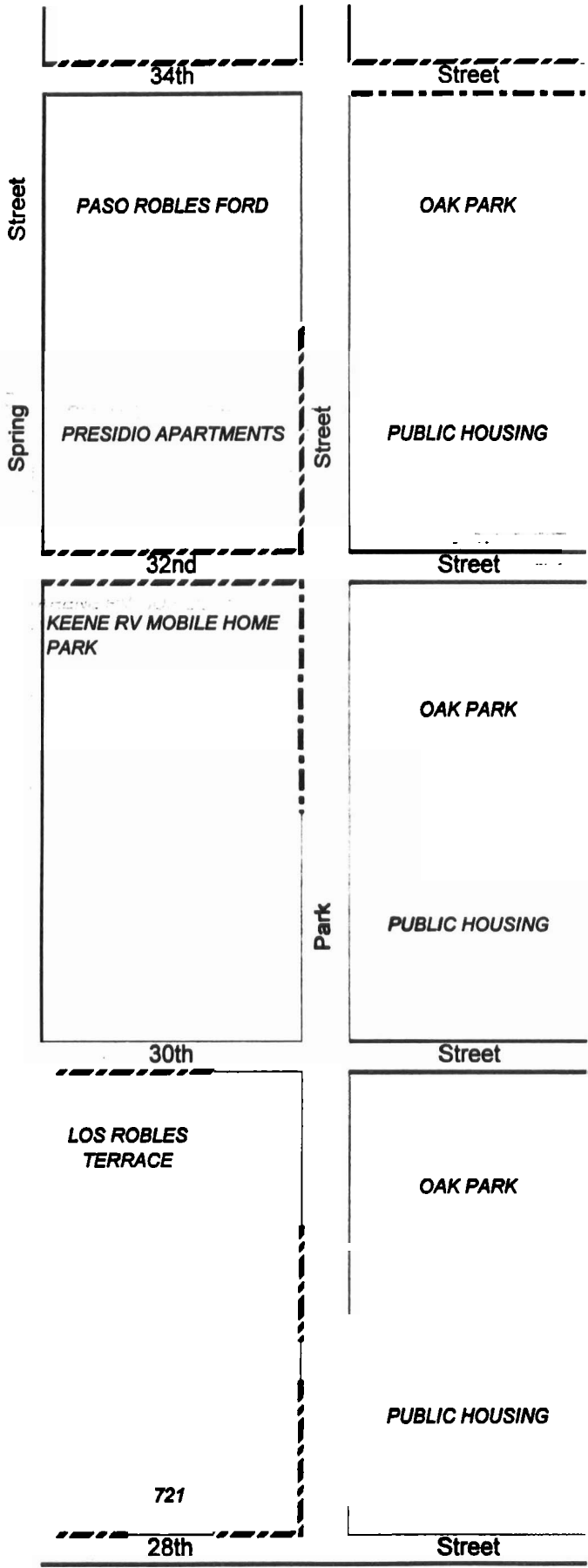
1. Map of Existing Improvements
2. Maps of Options A-D
3. Resolution Awarding Construction of Option A of CDBG-Funded Park Street Improvements to the Low Bidder
4. Bid Summary

EDSTIMPS\PILIN 97\CONSTRUCTION\MCCR AWARD CONTRACT 120799

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**PARK STREET IMPROVEMENT PROJECT
EXISTING IMPROVEMENTS**

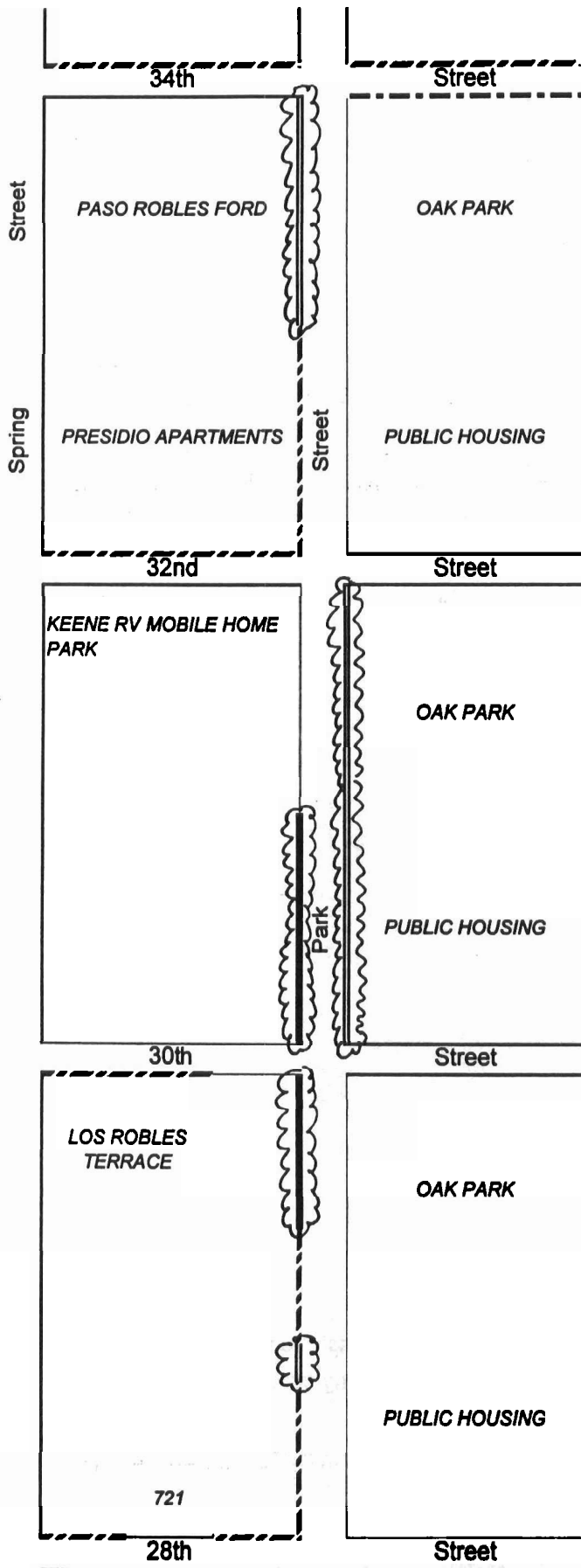


LEGEND

- _____ No improvements
- existing curb (and gutter)
- . - . - . existing curb, gutter & Sidewalk

Spring St improvements are not shown

**PARK STREET IMPROVEMENT PROJECT
OPTION A**



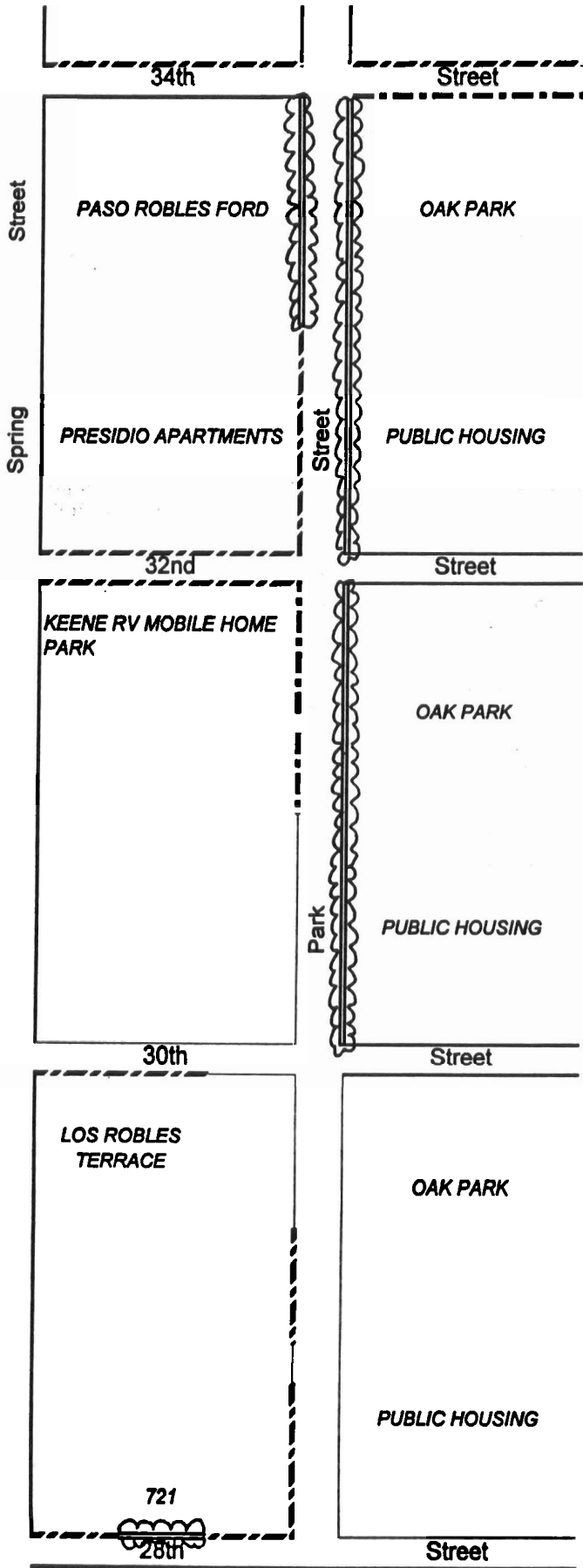
Option A consists of: (1) new curb and sidewalk along the east side of Park Street between 30th & 32nd Streets (no gutter needed on east side); (2) new curb, gutter and sidewalk along the west side of Park Street adjacent to Paso Robles Ford; and (3) new curb, gutter and sidewalk in front of 2835 Park Street; (4) new curb and gutter (but no sidewalk) on the west side of Park Street north and south of 30th Street.

Option A will cost \$121,200 (including 10% contingency). Total available funding is \$125,000. The lowest bidder for this option is Whitaker Contractors of Santa Margarita with a bid of \$110,153.20.

LEGEND

- _____ No improvements
- - - - - existing curb (and gutter)
- . - . - . existing curb, gutter & sidewalk
- ~~~~~ new curb (gutter) & sidewalk
- ~~~~~ new curb & gutter (no sidewalk)

**PARK STREET IMPROVEMENT PROJECT
OPTION B**



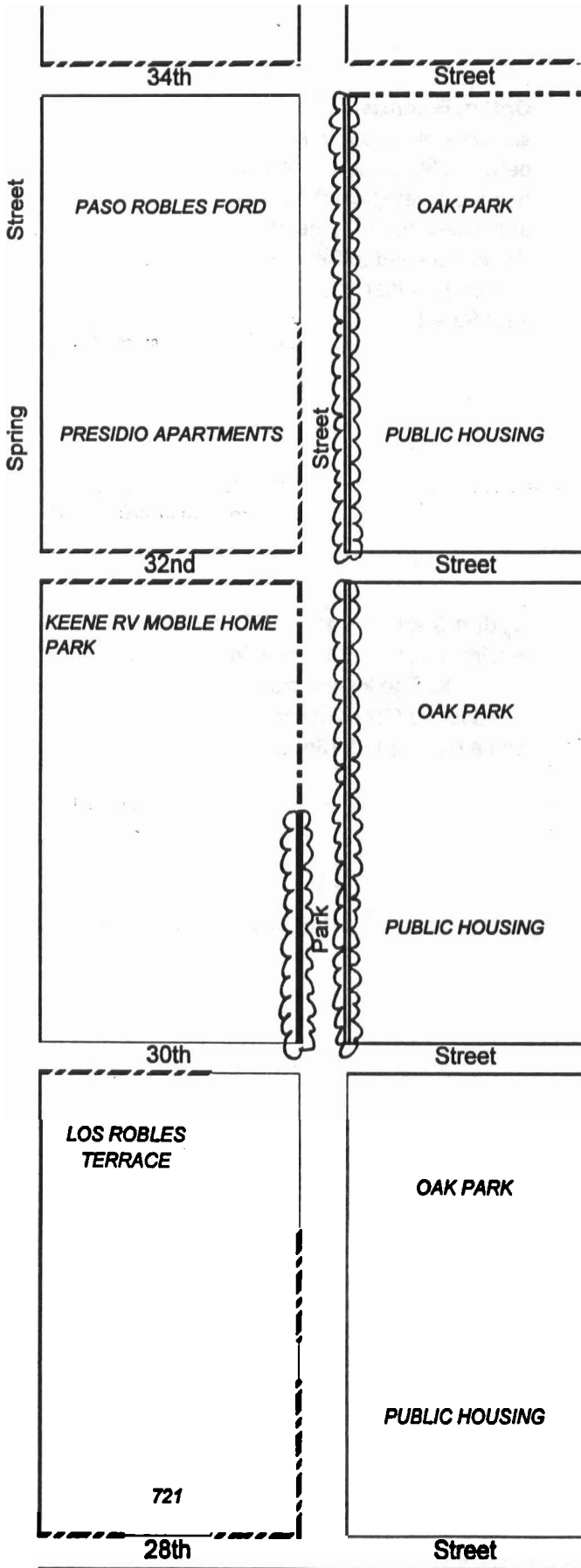
Option B consists of: (1) new curb and sidewalk along the east side of Park Street between 30th & 34th Streets (no gutter needed on east side); (2) new curb, gutter and sidewalk along the west side of Park Street adjacent to Paso Robles Ford; and (3) new curb, gutter and sidewalk in front of 721 - 28th Street.

Option B will cost \$123,000 (including 10% contingency). Total available funding is \$125,000. The lowest bidder for this option is J. Madonna Construction of San Luis Obispo with a bid of \$111,736.10.

LEGEND

- _____ No improvements
- existing curb (and gutter)
- existing curb, gutter & sidewalk
- ~~~~~ new curb (gutter) & sidewalk

**PARK STREET IMPROVEMENT PROJECT
OPTION C**



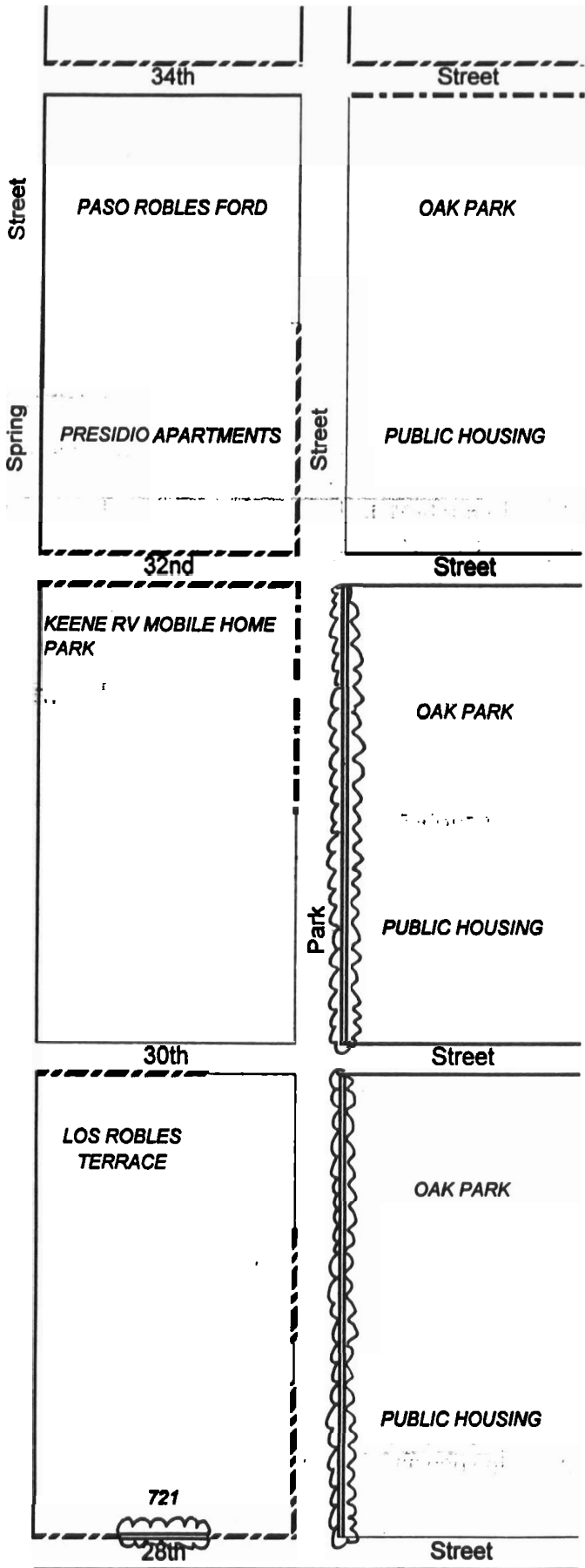
Option C consists of: (1) new curb and sidewalk along the east side of Park Street between 30th & 34th Streets (no gutter needed on east side); (2) new curb and gutter (but no sidewalk) on the west side of Park Street north of 30th Street.

Option C will cost \$119,000 (including 10% contingency). Total available funding is \$125,000. The lowest bidder for this option is J. Madonna Construction of San Luis Obispo with a bid of \$108,143.00.

LEGEND

- _____ No improvements
- existing curb (and gutter)
- existing curb, gutter & sidewalk
- ===== new curb (gutter) & sidewalk
- ===== new curb & gutter (no sidewalk)

**PARK STREET IMPROVEMENT PROJECT
OPTION D**



Option D consists of: (1) new curb and sidewalk along the east side of Park Street between 28th & 32nd Streets (no gutter needed on east side); (2) new curb, gutter and sidewalk in front of 721 - 28th Street.

Option D will cost \$114,000 (including 10% contingency). Total available funding is \$125,000. The lowest bidder for this option is Sanchez Construction of Paso Robles with a bid of \$103,765.00.

LEGEND

- _____ No improvements
- existing curb (and gutter)
- existing curb, gutter & sidewalk
- ~~~~~ new curb (gutter) & sidewalk
- ~~~~~ new curb & gutter (no sidewalk)

RESOLUTION NO. 99-

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF EL PASO DE ROBLES
AWARDING CONSTRUCTION OF OPTION A OF CDBG-FUNDED PARK STREET
IMPROVEMENTS TO THE LOW BIDDER

WHEREAS, via, Resolution 98-68, the City Council has approved the appropriation of \$157,687 in 1997 Community Development Block Grant (CDBG) funds for the design and construction of street improvements in Park Street, between 28th and 34th Street, and in front of 721 – 28th Street; and

WHEREAS, \$32,707 in the appropriated \$157,687 in CDBG funds have been committed to the design of said street improvements, leaving \$124,980 for construction of said street improvements; and

WHEREAS, cost estimates prepared for the subject street improvements indicated that the full set of street improvements originally envisioned would cost more to construct than the \$124,980 of available uncommitted CDBG funds; and

WHEREAS, in order to formulate a set of components of the project that could be constructed with the \$124,980 of available uncommitted CDBG funds, the construction plans subdivided the project into seven (7) sections; and

WHEREAS, the Notice Inviting Sealed Bids circulated for this project called for bidders to submit individual bids for seven (7) sections, as well as a grand total amount; and

WHEREAS, the bid opening for the construction of Park Street Improvements was held on November 23, 1999; and

WHEREAS, City staff formulated four options consisting of combinations of the seven (7) sections that could be completed within the \$124,980 of available uncommitted CDBG funds, given the amounts quoted in the bids received on November 23, 1999; and

WHEREAS, acting on the direction of the Board of Directors for the Housing Authority of the City of Paso Robles given at its meeting of August 10, 1999, the Executive Director has recommended the following principles shall be used to determine the priority for constructing said street improvements:

1. Any option to be considered must include improvements to at least one block on the east side of Park Street, with the block between 30th and 32nd Streets having the highest priority;
2. The west side of Park Street, between 28th and 34th Streets, is the low side of the street, where storm water, mud and weeds collect; construction of curb and gutter where there is currently none would do much to improve the quality of the neighborhood by eliminating standing water and eyesores;
3. The west side of Park Street, south of 34th Street, adjacent to Paso Robles Ford is a heavily-traveled pedestrian route for school children; without sidewalk, curb and gutter, this segment of the street currently collects storm water, mud and weeds; in addition to the benefit of neighborhood improvement, the construction of curb, gutter and sidewalk would make a substantial improvement to pedestrian safety;

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Paso Robles as follows:

1. That the prioritization principles recommended by the Executive Director Housing Authority of the City of Paso Robles shall be used as the basis upon which to determine the priority for selecting sections of the street improvement work to be funded with the \$124,980 of available uncommitted CDBG funds.

2. That the City Council of the City of Paso Robles does hereby select Option A, consisting of the following sections of street improvement work as described in the improvement plans and bid documents:

Section B East side of Park Street, between 30th and 32nd Streets;
Section D West side of Park Street, between 28th and 30th Streets;
Section E West side of Park Street, between 30th and 32nd Streets;
Section F West side of Park Street, between 32nd and 34th Streets.

3. That the City Council of the City of Paso Robles does hereby award the bid for the construction of Option A, consisting of Sections B, D, E, and F to the lowest bidder for these sections, Whitaker Contractors of Santa Margarita, in the amount of \$110,153.20.

4. That the City Council of the City of Paso Robles does hereby authorize the City Manager to execute the construction contract

PASSED AND ADOPTED by the City Council of the City of Paso Robles, this 7th day of December, 1999 by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

Duane J. Picanco, Mayor

ATTEST:

Sharilyn M. Ryan, Deputy City Clerk

**PARK STREET IMPROVEMENT PROJECT
BID SUMMARY**

Complete Job (7 Sections)

Section	Street Segment	J. Madonna Construction	Whitaker Contractors	Sanchez Company	A. Madonna Construction	Souza Construction
A	e/s Park, 28th - 30th	55,630.00	57,573.50	52,100.00	69,850.00	73,497.00
B	e/s Park, 30th - 32nd	40,235.00	36,375.75	41,125.00	46,530.00	45,422.00
C	e/s Park, 32nd - 34th	39,550.00	48,045.00	47,640.00	46,550.00	48,660.00
D	w/s Park, 28th - 30th	23,837.00	21,671.45	33,308.00	25,626.00	27,920.00
E	w/s Park, 30th - 32nd	28,358.00	30,102.00	36,940.00	34,820.00	37,245.00
F	w/s Park, 32nd - 34th	23,462.00	22,004.00	27,345.00	28,865.00	30,876.00
G	721 - 28th	8,489.10	10,134.75	10,540.00	11,210.00	16,124.00
Total		219,561.10	225,906.45	248,998.00	263,451.00	279,744.00

Option A (Sections B, D, E & F)

Section	Street Segment	J. Madonna Construction	Whitaker Contractors	Sanchez Company	A. Madonna Construction	Souza Construction
B	e/s Park, 30th - 32nd	40,235.00	36,375.75	41,125.00	46,530.00	45,422.00
D	w/s Park, 28th - 30th	23,837.00	21,671.45	33,308.00	25,626.00	27,920.00
E	w/s Park, 30th - 32nd	28,358.00	30,102.00	36,940.00	34,820.00	37,245.00
F	w/s Park, 32nd - 34th	23,462.00	22,004.00	27,345.00	28,865.00	30,876.00
Total		115,892.00	110,153.20	138,718.00	135,841.00	141,463.00

Option B (Sections B, C, F & G)

Section	Street Segment	J. Madonna Construction	Whitaker Contractors	Sanchez Company	A. Madonna Construction	Souza Construction
B	e/s Park, 30th - 32nd	40,235.00	36,375.75	41,125.00	46,530.00	45,422.00
C	e/s Park, 32nd - 34th	39,550.00	48,045.00	47,640.00	46,550.00	48,660.00
F	w/s Park, 32nd - 34th	23,462.00	22,004.00	27,345.00	28,865.00	30,876.00
G	721 - 28th	8,489.10	10,134.75	10,540.00	11,210.00	16,124.00
Total		111,736.10	116,559.50	126,650.00	133,155.00	141,082.00

Option C (Sections B, C & E)

Section	Street Segment	J. Madonna Construction	Whitaker Contractors	Sanchez Company	A. Madonna Construction	Souza Construction
B	e/s Park, 30th - 32nd	40,235.00	36,375.75	41,125.00	46,530.00	45,422.00
C	e/s Park, 32nd - 34th	39,550.00	48,045.00	47,640.00	46,550.00	48,660.00
E	w/s Park, 30th - 32nd	28,358.00	30,102.00	36,940.00	34,820.00	37,245.00
Total		108,143.00	114,522.75	125,705.00	127,900.00	131,327.00

Option D (Sections A, B & G)

Section	Street Segment	J. Madonna Construction	Whitaker Contractors	Sanchez Company	A. Madonna Construction	Souza Construction
A	e/s Park, 28th - 30th	55,630.00	57,573.50	52,100.00	69,850.00	73,497.00
B	e/s Park, 30th - 32nd	40,235.00	36,375.75	41,125.00	46,530.00	45,422.00
G	721 - 28th	8,489.10	10,134.75	10,540.00	11,210.00	16,124.00
Total		104,354.10	104,084.00	103,765.00	127,590.00	135,043.00