

**TO:** James L. App, City Manager  
**FROM:** Doug Monn, Public Works Director  
**SUBJECT:** Highway 46 East (aka Dual Lefts Project)  
**DATE:** August 2, 2011

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**NEEDS:** For City Council to consider out sourcing construction management services for the Highway 46 East "Dual Lefts" project

**FACTS:**

1. The City opened construction bids for the 46 East project on May 20, 2011, and awarded the construction contract on June 7.
2. In April 2011, the City issued a Request for Proposals (RFP) to out source construction management for the project.
3. On May 20, 2011 the City received four responses.

**ANALYSIS & CONCLUSION:** Public contract Code Section 6106 and Caltrans Procedures outline the requirements for evaluating proposals and negotiating final scope and fee for out sourcing professional services. The Code states that engaging professional services must be based on qualifications. Once selection made, the City may negotiate the fee.

City and Caltrans staff evaluated the four respondents demonstrated expertise and experience in construction management and knowledge of Caltrans and City procedures and requirements. The proposal from Cannon of San Luis Obispo was the most complete.

Fee proposals ranged from \$865,340 to \$1,181,128. Cannon's fee proposal is \$865,340. Cannon is currently managing construction of the Theatre Drive Realignment project and is performing well.

**POLICY REFERENCE:** Public Contract Code Section 6106

**FISCAL IMPACT:** The City has received a total of \$10,060,000 in grants for this project. Costs for construction management are included in the grants.

**OPTIONS:**

- a. Authorize the City Manager to execute an agreement with Cannon for construction management services for the Highway 46 East Dual Lefts project, for a not-to-exceed fee of \$865,340.
- b. Amend, modify, or reject the above option.

Prepared by: Ditas Esperanza, P.E., Capital Projects Engineer

RESOLUTION NO. 11-xxx

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PASO ROBLES  
AWARDING A CONTRACT FOR CONSTRUCTION MANAGEMENT SERVICES FOR 46 EAST  
DUAL LEFTS PROJECT

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WHEREAS, the City has a project known as the 46 East Dual Lefts; and

WHEREAS, the City issued a Request for Proposal to several firms to assist the City in construction management; and

WHEREAS, four firms responded to the Request for Proposal; and

WHEREAS, City and Caltrans staff reviewed the four proposals and determined that the one submitted by Cannon was determined to be the most complete and that they demonstrated the best expertise, qualifications and knowledge of Caltrans and City procedures.

THEREFORE, BE IT RESOLVED AS FOLLOWS:

SECTION 1. The City Council of the City of Paso Robles does hereby award the contract to provide construction management services to Cannon for a not-to-exceed fee of \$865,340.

PASSED AND ADOPTED by the City Council of the City of Paso Robles this 2<sup>nd</sup> day of August 2011 by the following vote:

AYES:  
NOES:  
ABSTAIN:  
ABSENT:

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Duane Picanco, Mayor

ATTEST:

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Caryn Jackson, Deputy City Clerk