



# STAFF REPORT – CITY COUNCIL MEETING

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June 21, 2023

**TO:** Honorable Mayor and City Council Members

**FROM:** Netra Khatri, City Engineer

**PREPARER:** Netra Khatri, City Engineer

**DATE:** June 14, 2023

**TITLE:** **Approve the Design and Award a Construction Contract for the 2023 Arcata Annual Paving Project to GR Sundberg, Inc., in the Amount of \$1,383,470.00 (Including Base Bid and Additive Alternatives 1 to 3); Authorize the City Engineer to Approve Change Orders and Increase the Contract Amount by up to \$138,347.00 (10 Percent of the total bid, for a Total Not to Exceed \$1,521,817.00) to Allow for Any Unforeseen Contingencies and Additional Work as Necessary; and Authorize the City Manager to Execute All Applicable Documents.**

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## **RECOMMENDATION:**

It is recommended that the Council:

- 1) Approve the design and award a construction contract for the 2023 Arcata Annual Paving Project to G R Sundberg, Inc., in the amount of \$1,383,470.00 (including base bid and additive alternatives 1 to 3);
- 2) Authorize the City Engineer to approve change orders and increase the contract amount by up to \$138,347.00 (10 Percent of the total bid, for a total not to exceed \$1,521,817.00) to allow for any unforeseen contingencies and additional work as necessary; and
- 3) Authorize the City Manager to execute all applicable documents.

## **INTRODUCTION:**

This is the City's annual paving project and includes street improvements on H Street from Sunset Avenue to 11<sup>th</sup> Street, G Street from 5<sup>th</sup> to 7<sup>th</sup> Streets, and West End Road from Giuntoli Lane to the City limits. The project also includes sidewalk and curb ramp improvements along portions adjacent to the areas planned to be paved. The plans and specifications for the bidding were finalized in April 2023 and the project was advertised for bids on May 24, 2023.

The Plans can be viewed at:

[https://www.cityofarcata.org/DocumentCenter/View/13137/2023\\_Arcata-Annual-Paving\\_PLANS?bidId=119](https://www.cityofarcata.org/DocumentCenter/View/13137/2023_Arcata-Annual-Paving_PLANS?bidId=119)

**BACKGROUND:**

Three sealed bids were received from contractors before the 11:00 a.m. deadline on June 15, 2023. Below is the Bid Summary:

Sr. No.	Name of the Contractor	Base Bid	Add. Alt. 1	Add. Alt. 2	Add. Alt. 3	Total
1	GRS Inc.	\$ 969,628.00	\$98,162.00	\$301,680.00	\$14,000.00	\$1,383,470.00
2	Hooven & Co., Inc.	\$ 1,531,287.46	\$146,001.10	\$517,941.50	\$34,000.00	\$2,229,230.06
3	Mercer Fraser Co..	\$ 1,388,951.00	\$81,100.00	\$290,750.00	\$41,000.00	\$1,801,801.00

*Please see Attachment A, an itemized bid tabulation sheet, for a summary of bids received.*

Following the public opening of bids, the bid range was evaluated for consistency, and the lowest responsive bidder's bid was examined for consistency with both state and federal guidelines.

If a contract is presently awarded, work will commence on or after July 5, 2023, and should be completed within 75 working days after starting. Prior to issuing a Notice-to-Proceed to the Contractor, public notifications will be made by the City and the Contractor to potentially impacted residents/businesses to inform them of construction activities, possible parking restrictions, and detours/traffic control.

**ENVIRONMENTAL REVIEW (CEQA):**

The California Environment Quality Act (CEQA) determination for the sidewalk and paving portion of the project is a categorical exemption pursuant to CEQA Guidelines Section 15301(c), for the restoring and rehabilitating of existing highways and streets, sidewalks, gutters, bicycle and pedestrian trails, and similar facilities, involving negligible or no expansion of use beyond that presently existing.

**BUDGET/FISCAL IMPACT:**

The contract bid amount is within the budget allocation for the 2022/23 Fiscal Year. This project is budgeted as follows:

Account Number/Agency Responsible	Amount	Account Name
101-50-45-57601	\$ 691,470.00	Capital Streets
208-50-48-57600	\$342,000.00	SB 1: Capital - Other Improvements
224-50-45-57601	\$350,000.00	Capital

If contingency funds are needed, they will be funded out of 101-50-45-57601.

**ATTACHMENTS:**

A. BID SUMMARY\_2023 Annual Paving Project\_06.15.23 (PDF)