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DEPARTMENT OF
PUBLIC WORKS

TECHNICAL SERVICES DIVISION
ENGINEERING DESIG

CITY OF SACRAMENTO
CALIFORNIA

927 10TH STREET
ROOM 300
SACRAMENTO, CA
95814-2702

PH 916-264-7460
FAX 916-264-7903

JULY 22, 1997

City Council
Sacramento, California

Honorable Members In Session:

SUBJECT: 1996/97 STREET SEAL COAT PROGRAM PROJECT (PN:RG01) -
REJECT BIDS

LOCATION AND COUNCIL DISTRICT:

Various City streets in all Council Districts.

RECOMMENDATION:

This report recommends that the City Council reject bids for the 1996/97 Street Seal Coat Project (PN: RG01).

CONTACT PERSON: Mehrdad Nazeri, Project Manager, 264-7460

FOR COUNCIL MEETING OF: August 12, 1997

SUMMARY:

Bids were received on June 25, 1997. All exceeded the engineer's estimate. The low bid was \$352,000 (33%) over the engineer's estimate. It is recommended that the project be postponed until next year for the following reasons:

- The slurry seal project is an annual program. It is anticipated that next year's project will be approximately three (3) times larger than this year's. Adding this year's contract to next year's contract will make it much more attractive to bid (more square yards).
- Next year's contract will be advertised in January, and awarded in May. This gives the Contractors enough time to schedule their workload, which may translate into lower bids.



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BACKGROUND INFORMATION:

- The street seal coat program is an annual preventive maintenance program.
- This project was advertised and bids were received on June 22, 1997 and are summarized below:

Contractor	Bid Amount	MBE Participation Goal 10.57%	WBE Participation Goal 9.5%	Good Faith Effort
Ca . Pavement Maint.	\$1,434,208.58	12.45%	9.76%	N/A
Graham Contractors	\$1,505,978.50	0.00%	0.00%	No
Western States Surf.	\$1,555,551.55	11.01%	0.00%	No

- The construction estimate was \$1,082,000.
- This project will be re-bid in early 1998.

FINANCIAL CONSIDERATIONS:

- The estimated total project cost was \$1,700,000, assuming award to the lowest bidder.

ENVIRONMENTAL CONSIDERATIONS:

The Planning Services Division, Environmental Section, has determined that this project is exempt from CEQA per State Class 1 and 2 and Section Number 15301(c) and 15303(c).

POLICY CONSIDERATIONS:

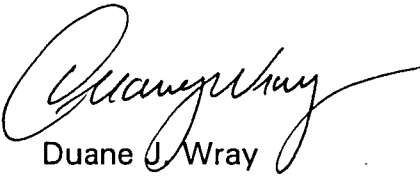
The action requested herein is consistent with Sacramento City Code, Title 58.

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MBE/WBE EFFORTS:

To encourage minority participation, plans and specifications were sent to 9 plan rooms and construction services organizations for publication. Four are directly involved with MBE/WBE construction firms. Staff actively recruited available MBE/WBE firms to participate in the bid process. The project was announced on the Project Information Line and on the City's Internet site at www.sacto.org/bids. Project notices were sent to 30 organizations involved in MBE/WBE recruitment.

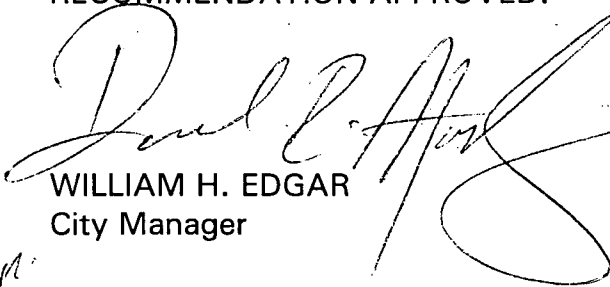
Respectfully submitted,



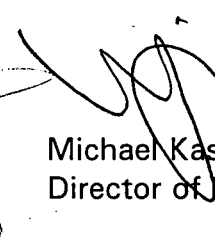
Duane J. Wray
Technical Services Manager

RECOMMENDATION APPROVED:

Approved,



WILLIAM H. EDGAR
City Manager



Michael Kashiwagi
Director of Public Works

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