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DEPARTMENT OF
PUBLIC WORKS

CITY OF SACRAMENTO
CALIFORNIA

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TECHNICAL SERVICES
DIVISION

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July 14, 1998

City Council
Sacramento, California

Honorable Members in Session:

SUBJECT: APPROVAL OF PLANS AND SPECIFICATIONS, REJECTION OF ALL BIDS, SUSPENSION OF COMPETITIVE BIDDING AND ENTER INTO NEGOTIATIONS WITH THE BIDDERS FOR THE STOCKTON BOULEVARD AND BROADWAY INTERSECTION IMPROVEMENT PROJECT (PN:TN11)

LOCATION AND COUNCIL DISTRICT:

Intersection of Stockton Boulevard and Broadway and 44th Street between 4th Avenue and Broadway. Council District 5.

RECOMMENDATION:

This report recommends that the City Council:

- Accept the plans and specifications;
- Reject all bids;
- Adopt the attached resolution suspending competitive bidding, and enter into negotiations with the four bidders (American Engineering and Asphalt, Inc., Biondi Paving, Inc., Granite Construction and Navajo Pipelines) for the Stockton Boulevard/Broadway Intersection Improvements Project; and
- Authorize the City Manager to award the contract to the lowest bidder, upon completion of the negotiations, in an amount not to exceed \$670,000.00.

CONTACT PERSON: Mehrdad Nazeri, Project Manager, 264-7035
Tim Mar, Funding and Priorities Specialist, 264-5521

FOR COUNCIL MEETING OF: July 28, 1998



City Council
 Stockton Boulevard, Broadway and 44th Street Roadway Widening and
 Reconstruction Project (PN: TN11)
 July 14, 1998

SUMMARY:

This project will improve and widen Stockton Boulevard (between Broadway and 4th Avenue), Broadway (between 43rd Street and Stockton Boulevard) and 44th street (south of 4th Avenue).

It is recommended to reject bids, suspend competitive bidding and negotiate with the four bidders to scale back the project and implement a revised project within budgetary and time constraints.

COMMITTEE/COMMISSION ACTION

None.

BACKGROUND INFORMATION:

- The project is a City and Community Development Block Grant (CDBG) funded (205) Capital Improvement Program project. Additional SHRA fund appropriations will occur at contract award.
- The street improvements include construction of pavement, overlay, curb, gutter, sidewalk, landscaping, street lighting, traffic signal modification, sewer, water, storm drainage and related improvements.
- The improvements complement and support the new Food Source Supermarket located at the northwest corner.
- This project was advertised and bids were received on June 24, 1998, and are summarized below:

Contractor	Bid Amount	MBE Participation Goal 10.57%	WBE Participation Goal 9.5%	Good Faith Effort
American Engineering and Asphalt	\$768,835.00	23.15%	3.59%	No
Biondi Paving	\$862,503.70	58.71%	26.17%	N/A
Granite Construction	\$888,667.00	0.73%	26.57%	No
Navajo Pipelines	\$906,002.89	13.05%	46.41%	N/A

- American Engineering and Asphalt did not meet the WBE goal and did not perform a good faith effort.
- The construction estimate is \$607,000.
- It is recommended that all bids be rejected and the four bidders be invited to enter into negotiations.
- High construction bids are possibly due to traffic control requirements at this major intersection, possibility of conflicts between the proposed and existing unknown utilities, and the amount of work available this time of year for contractors.

City Council
Stockton Boulevard, Broadway and 44th Street Roadway Widening and
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July 14, 1998

- The project must be completed by early December 1998, in order to start the construction of the new Food Source Supermarket.
- It is recommended to reject bids and negotiate with the bidders by modifying the design and contract provisions, to reduce construction costs.

FINANCIAL CONSIDERATIONS:

The estimated total project cost (using Biondi's bid) is \$1,121,000. The current project budget is \$305,000 in Measure A funds, which is the City's contribution towards the project. SHRA has agreed to fund all costs above this amount. SHRA has planned construction budget of \$670,000

ENVIRONMENTAL CONSIDERATIONS:

In accordance with the State Guidelines for implementation of the California Environmental Quality Act (CEQA) of 1970, the Planning Services Division, Environmental Section has reviewed the proposed project. This review has resulted in the determination that the proposed project will not have a significant adverse impact on the environment and a Negative Declaration was prepared. The Negative Declaration was ratified by the Council on December 18, 1997.

POLICY CONSIDERATIONS:

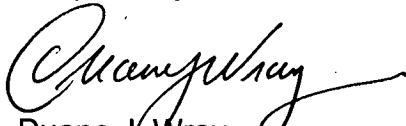
The action requested herein is consistent with Sacramento City Code, Title 58.

MBE/WBE:

To encourage minority participation, plans and specifications were sent to 8 plan rooms and construction services organization 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 also 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.

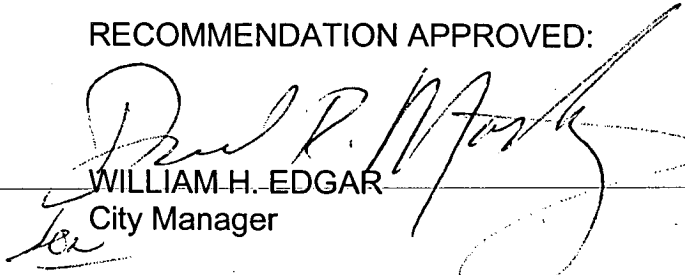
Respectfully submitted,



Duane J. Wray
Technical Services Manager

RECOMMENDATION APPROVED:

Approved:



WILLIAM H. EDGAR
City Manager



Michael Kashiwagi
Director of Public Works

RESOLUTION NO.

ADOPTED BY THE SACRAMENTO CITY COUNCIL

ON DATE OF _____

RESOLUTION AUTHORIZING REJECTION OF BIDS, SUSPENSION OF COMPETITIVE BIDDING AND AUTHORIZE THE CITY MANAGER TO ENTER INTO CONTRACT NEGOTIATIONS WITH THE BIDDERS AND AWARD THE CONTRACT TO THE LOWEST BIDDER UPON COMPLETION OF THE NEGOTIATIONS FOR THE STOCKTON BOULEVARD/BROADWAY INTERSECTION IMPROVEMENTS PROJECT (PN: TN11)

BE IT RESOLVED BY THE COUNCIL OF THE CITY OF SACRAMENTO THAT:

1. Bids be rejected and suspension of competitive bidding occur for the Stockton Boulevard/Broadway Intersection Improvements Project.
2. The City Manager is authorized to enter into negotiations with the four bidders, American Engineering and Asphalt, Biondi Paving, Granite Construction and Navajo Pipelines.
3. The City Manager is authorized to award the contract to the lowest bidder, upon completion of the negotiations, in an amount not to exceed \$670,000.00.

MAYOR

ATTEST:

CITY CLERK

FOR CITY CLERK USE ONLY

RESOLUTION NO.: _____

DATE ADOPTED: _____

