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DEPARTMENT OF  
PUBLIC WORKS  
  
ENGINEERING DIVISION

CITY OF SACRAMENTO  
CALIFORNIA

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SACRAMENTO, CA  
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CONSTRUCTION SECTION  
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SUITE B  
SACRAMENTO, CA  
95814-0131

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August 14, 1990

Budget and Finance Committee  
Sacramento, California

Honorable Members In Session:

SUBJECT: Del Paso Heights No. 9 (PN:TE66) - Appropriation of Additional  
Funds and Contract Award

SUMMARY

This project has been advertised for bids. Bids have been received and additional funds are needed to award the contract.

BACKGROUND

This project is a continuation of the redevelopment program in the Del Paso Heights area being conducted by the City with funding through the Sacramento Housing and Redevelopment Agency. This project will provide street improvements in the area bounded by May Street, North Avenue, Dry Creek Road and Interstate 80. The improvements will include construction of pavement, curbs, gutters, sidewalks, drainage and street lighting.

On June 12, 1990, the City Council approved the plans and specifications for this project and authorized advertisement for bids. On July 10, 1990, bids were received and opened by the City Clerk. The bids received were:

Teichert Construction	\$595,117.00
R. C. Collet, Inc.	\$610,675.50
Raisch-Gradeway Construction	\$647,221.50
Lund Construction Co.	\$772,3221.80
Granite Construction Co.	\$790,122.00

The engineer's estimated construction cost was \$734,700. The estimated project completion date is March 1, 1991.

The low bidder, Teichert Construction, and the second low bidder, R. C. Collet, Inc., each submitted documentation of their "good faith" efforts to achieve the project goals of 20% and 5% participation for MBE and WBE respectively. The documentation has been analyzed by the Sacramento Housing and Redevelopment Agency. Neither bidder achieved the goal of 20% MBE participation with Teichert Construction reaching 6.6% and R. C. Collet, Inc. reaching 3.4%. Teichert Construction, with 4.8% WBE participation, almost reached the WBE goal of 5%, while R. C. Collet, Inc. surpassed the goal by obtaining 14.0% WBE participation. As shown by the "good faith" documentation, both bidders would have exceeded each goal if the MBE/WBE subcontractors that had been contacted had submitted bids on the portions of the project as requested.

Based on the above analysis, both Teichert Construction and R. C. Collet, Inc. were responsive bidders.

#### FINANCIAL DATA

Additional funds are needed for this project. The estimated total project cost, including all planning, design and construction costs, is \$903,000. The current budget is \$592,395, which was approved in the Capital Improvement Program with \$200,000 from Community Development Block Grant Funds (205) and \$392,395 from Tax Increment funds (206). The funds currently available for this project amount to \$486,000 as of July 24, 1990. The Sacramento Housing and Redevelopment Agency is amending the Individual Project Agreement to provide an additional \$313,000 of Tax Increment funds (206) for the project. The item is being presented to the City Council on August 21, 1990.

#### POLICY CONSIDERATIONS

This action is consistent with Chapter 58, Article III, Section 58.304 of the City Code governing award of contracts.

#### MBE/WBE EFFORTS

Plans and specifications were sent to nineteen (19) plan rooms and construction services organizations for publication and use by the construction industry in Northern California. There are four (4) organizations on the distribution list that are directly involved with MBE/WBE organizations. There were twenty (20) plan holders for this project, four (4) of whom are certified MBE/WBE contractors. None of the four MBE/WBE contractors submitted bids.

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Del Paso Heights No. 9 (PN:TE66)  
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RECOMMENDATION

It is recommended that the Budget and Finance Committee approve the appropriation of additional funds as shown in the attached resolution and forward the report to the full City Council for adoption of the attached resolution and award of the contract.

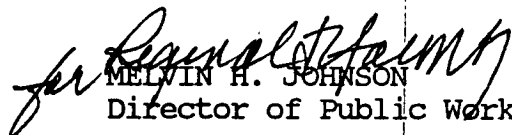
Respectfully submitted,

*for*   
THOMAS M. FINLEY  
Engineering Division Manager

Recommendation Approved:

  
JACK R. CRIST  
Deputy City Manager

Approved:

*for*   
MELVIN H. JOHNSON  
Director of Public Works

CONTACT PERSON

N. Dee Lewis, Supervising Engineer  
449-8230

GDC:dt  
ED1-13.F  
08.0290.1

Attachment

August 14, 1990  
District No. 2

# RESOLUTION NO.

ADOPTED BY THE SACRAMENTO CITY COUNCIL

ON DATE OF \_\_\_\_\_

RESOLUTION APPROPRIATING  
ADDITIONAL FUNDS FOR  
DEL PASO HEIGHTS NO. 9  
(PN:TE66)

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

1. Bids have been received for the Del Paso Heights No. 9 project and additional funds are needed to award the contract.
2. The Revenue Budget (206-500-TE66-3520) is hereby increased by \$313,000 in accordance with the amended Individual Project Agreement from the Sacramento Housing and Redevelopment Agency.
3. The Capital Improvement Program is hereby amended by appropriating \$313,000 from the Revenue Budget (206-500-TE66-3520) to the Del Paso Heights No. 9 project (206-500-TE66-4820) for the purpose stated in Paragraph 1 above.

\_\_\_\_\_  
MAYOR

ATTEST:

\_\_\_\_\_  
CITY CLERK

GDC:dt  
ED1-14.F

\_\_\_\_\_  
FOR CITY CLERK USE ONLY

RESOLUTION NO.: \_\_\_\_\_

DATE ADOPTED: \_\_\_\_\_