

"Placerville, a Unique Historical Past Forging into a Golden Future"



City Manager's Report
August 11, 2015 City Council Meeting
Prepared By: Rebecca Neves, City Engineer

Item#: 12.3

Subject: Adopt a Resolution :

1. Approving a Construction Contract with George Reed, Inc. for the Central Main Street Overlay Project – Phase 2 (CIP#414124), in the amount of \$1,001,181.50 and authorizing the City Manger to execute the contract; and
2. Approving a budget liquidation in the amount of \$50,000 from the Schnell School Road Resurfacing Project (CIP #41210); and
3. Approving a budget liquidation in the amount of \$195,000 from Placerville Station II Park and Ride Project (CIP #407081); and
4. Approving a \$455,000 budget appropriation of RSTP Exchange revenues for the Central Main Street Overlay Project - Phase 2 Project (CIP #414124); and
5. Approving a budget appropriation in the amount of \$50,000 from the Water Enterprise Fund for the Central Main Street, Phase 2-Waterline Replacement project (CIP #414124); and
6. Approving an inter-fund loan in the amount of \$200,000 from the Reserve for Economic Uncertainties to the Transportation Fund for the said project; and
7. Authorizing the City Manager and City Engineer signatory authority up to \$50,000 for the Supplemental Work Contract Item with George Reed, Inc. for the Central Main Street Overlay Project – Phase 2(CIP #414124).

Background:

At its regularly scheduled meeting on May 12, 2015, the City Council approved the preferred selection of aesthetic features for Phase 2 of the Central Main Street Rehabilitation Project following public input solicitation and consideration. Council further authorized City Staff to release Phase 2 construction contract documents for public bidding. With consideration to the project budget, the contract documents called for a base bid of surface improvements as well as individual alternative bids for various combinations of aesthetic features to the project. The contract documents were released on June 11, 2015 and bids were received, opened, and publically read out loud on July 23, 2015. Work associated within Phase 2 includes surface reconstruction at various locations on Main Street and Center Street, structural section reconstruction of Stage Coach Alley, construction of bulb outs, relocation of existing fire hydrants to new bulb outs, adjusting existing utility boxes to grade, and various surface improvements including a 3" grind and overlay of Main Street from Sacramento Street to Bedford Avenue.

Discussion:

On July 23, 2015, the City received two bid proposals for the Phase 2 project. A summary of the base bid results are provided below:

George Reed, Inc.	\$900,846.50
Vinciguerra Construction:	\$997,187.50

Staff performed an analysis of the bids received and determined there were no irregularities with the apparent low bidder, nor was there a bid protest. References of the low bidder were checked and found to be good, licenses are current, and therefore George Reed, Inc. is deemed to be the lowest responsive and responsible bidder.

Similar to the contract documents for Phase 1A, a Phase 2 contract item titled “Supplemental Work” in the amount of \$50,000 has been included in the base bid total. The purpose of this contract item is to build in construction contingency into the project contract. Although this amount reflects approximately a 5% contingency to the contract, majority of the contract addresses surface improvements, where the risk of unknown conditions is less when compared to an underground utility project. This contract item gives the City the discretion to cover any unforeseen items within the contract (i.e. additional grinding, additional adjustment of utility lids to grade, etc.) Supplemental Work as defined in the contract is as follows:

- “1. Paid by supplemental work orders issued against a maximum amount shown as a Lump Sum on the Bid Schedule. The amount of the expenditure under this item may vary from zero to the total amount shown on the Bid Schedule. The amount of expenditure under this item may constitute the sum of several modifications.*
- 2. Work to conform to these Contract Documents.*
- 3. This item has been included in the Contract to cover modifications to the work necessitated by field conditions.*
- 4. The Engineer will issue a Supplemental Work Order to the Contractor when a portion of the work being performed will be paid under this item.”*

Staff recommends authorizing the City Manager and City Engineer signatory authority for this contract item to cover any unforeseen items encountered during construction that were unable to be accounted for in design of the project. The approval authority exceeds the current limit authorized for the City manager of \$5,000. This only applies to this current contract and not any future agreements unless specified.

As with the previous phases of the project, construction of Phase 2 will occur through the use of night work (10 pm to 8 am), per the request of the downtown businesses and residents to reduce intrusion on the public and Main Street patrons. Construction Management will be provided by REY Engineers, Inc. with City Staff retaining oversight and management of the contract. Both parties will be available as emergency contacts if field support is needed during construction.

Cost:

Summaries of actual and projected costs, along with identified funding sources, for all phases of the project to completion are provided as Attachment 1: Central Main Street Budget Analysis. The proposed contract amount includes the following items:

Base Bid (Includes Supplemental Work Item):	\$ 900,846.50
Bid Alternative 2 – Concrete Bulb-Outs:	14,560.00
Bid Alternative 3 – Lighted Bollards:	29,300.00
Bid Alternative 4 – Decorative Crosswalks:	56,475.00
Total Contract Value:	<u>\$ 1,001,181.50</u>

Budget Impacts:

The City Council appropriated \$560,648 for the Central Main Street Overlay project (CIP #41412) at its regularly scheduled meeting held on February 25, 2014. At its regularly scheduled meeting held on June 10, 2014, the Council appropriated an additional \$581,717 for the project. The Council appropriated an additional \$400,000 for the project at its regularly scheduled meeting held on February 24, 2015. At its regularly scheduled meeting held on June 23, 2015, the Council appropriated an additional \$355,463 for a total project budget of \$1,897,828. In order to complete the Overlay Phase 2 of the project, staff is recommending a \$455,000 budget appropriation of RSTP Exchange Revenues and a \$50,000 budget appropriation from the Water Enterprise Fund for a total proposed project budget of \$2,402,828. The proposed project budget revenue sources are summarized below:

Funding Sources	Revised Budget Funding Sources	Proposed Budget Funding Sources	Increase/(Decrease)
RSTP Exchange	\$ 630,000	\$ 1,085,000	\$ 455,000
Measure H Fund	1,096,000	1,096,000	-
City Hall Capital Lease	56,717	56,717	-
PBIA	37,119	37,119	-
PBID	22,529	22,529	-
Water Enterprise Fund	55,463	105,463	50,000
Total	\$ 1,897,828	\$ 2,402,828	\$ 505,000

\$200,000 of the proposed \$455,000 budget appropriation of RSTP Exchange revenue is anticipated to be received sometime between June and September 2016. Because of the timing of the Central Main Street, Phase 2 project being constructed this fall and the delay in the \$200,000 in Fiscal Year 2015/2016 RSTP Exchange revenue, staff is recommending a \$200,000 inter-fund loan from the Reserve for Economic Uncertainties to the Transportation Fund until such time when the \$200,000 in RSTP Exchange revenue is received. The Reserve for Economic Uncertainties currently has a \$586,268 unencumbered cash balance.

To date, the project has encumbered the following costs:

George Reed, Inc. (Proposed Phase 2 Contract)	\$ 1,001,182
Vinciguerra Construction (Final Phase 1A Contract)	634,999
SAK Construction, LLC (Original Phase 1B Contract)	74,250
REY, Inc. (Original Contract)	165,622
REY, Inc. (Amendment No. 1 (Design))	168,166
REY, Inc. (Amendment No. 2)	88,300
REY, Inc. (Amendment No. 3)	229,055
B&B Locating	9,235
John Driscoll (City Attorney)	1,490
El Dorado Water & Shower	810
Mountain Democrat NTB Publication	348
Omni-Means (Interim City Engineer)	595
ZM Backflow Prevention	196
Engineering Staff Time	24,236
Total	<u>\$ 2,398,484</u>

As you can see, the \$2,398,484 in total project encumbrances, including the proposed \$1,001,182 construction contract George Reed, Inc., is within the proposed \$2,402,828 project budget.

City Staff is currently working on closing the contract for the Phase 1A Water Line Replacement portion of the project and potential savings on that phase may be utilized in Phase 2 to fund eligible water infrastructure improvements. In accordance with available funding, staff is recommending the following items be phased in at a later date:

- Benches
- Bronze Vendor Stall Markers for Special Events
- Bollard Bike Racks
- Trash/Recycling Receptacle

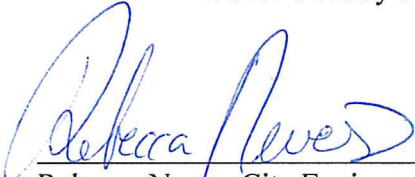
Staff recommends approval of the project as described within this staff report.

Recommendation:

Adopt Resolution No. _____, a Resolution of the City Council:

1. Approving a Construction Contract with George Reed, Inc. for the Main Street Overlay Project – Phase 2 (CIP#414124), in the amount of \$1,001,181.50 and authorizing the City Manager to execute the contract; and
2. Approving a budget liquidation in the amount of \$50,000 from the Schnell School Road Resurfacing Project (CIP #41210); and
3. Approving a budget liquidation in the amount of \$195,000 from Placerville Station II Park and Ride Project (CIP #407081) in Regional Surface Transportation Program (RSTP) Exchange funds; and
4. Approving a \$455,000 budget appropriation of RSTP Exchange revenues for the Main Street Overlay Project - Phase 2 (CIP #414124); and

5. Approving a budget appropriation in the amount of \$50,000 from the Water Enterprise Fund for the Central Main Street, Phase 2-Waterline Replacement project (CIP #414124); and
6. Approving an inter-fund loan in the amount of \$200,000 from the Reserve for Economic Uncertainties to the Transportation Fund for the said project; and
7. Authorizing the City Manager and City Engineer signatory authority up to \$50,000 for the Supplemental Work Contract Item with George Reed, Inc. for the Main Street Overlay Project – Phase 2 (CIP #414124).



Rebecca Neves, City Engineer



Pierre Rivas, Development Services Director



M. Cleve Morris, City Manager

Attachments:

1. Resolution

RESOLUTION NO. _____

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PLACERVILLE
APPROVING A CONSTRUCTION CONTRACT WITH GEORGE REED, INC. FOR
THE CENTRAL MAIN STREET OVERLAY PROJECT – PHASE 2 PAVEMENT
REHABILITATION (CIP #414124) IN AN AMOUNT NOT TO EXCEED \$1,001,181.50,,
BUDGET LIQUIDATIONS AND REAPPROPRIATIONS, AN INTER-FUND LOAN,
AND SIGNATORY AUTHORITY FOR THE SAID PROJECT**

WHEREAS, the Central Main Street Rehabilitation Project (CIP #41412) is a project to repave Main Street from Sacramento Street to Bedford Avenue, including Center Street and Stagecoach Alley, including water, drainage and sewer utility system improvements, curb and gutter repairs, bulb-outs at mid-block crosswalk locations, and widening and bulb-out of the sidewalk along the west side of Center Street; and

WHEREAS, at its regular meeting on February 25, 2014, the City Council approved the project and appropriated \$560,468 in various local funds to the project including Regional Surface Transportation Program (RSTP) Exchange revenue, Measure H Sales Tax revenue, Water Enterprise Funds, and PBIA and PBID Trust Accounts; and

WHEREAS, at its regular meeting on June 10, 2014, the City Council approved the consulting services agreement with R.E.Y. Engineers, Inc. in the amount of \$165,622 and appropriated \$581,717 in additional local funds to the project including Measure H Sales Tax revenue and the City Hall Capital Lease Funds; and

WHEREAS, at its regular meeting on January 13, 2015, the City Council approved Consultant Services Agreement Amendment No. 1 with R.E.Y. Engineers, Inc. in the amount of \$168,166 for additional design and design support services and authorized City Staff to release construction contract documents for Phase 1, which included the Phase 1A Water Line Replacement Project; and

WHEREAS, at its regular meeting on February 24, 2015, the City Council approved Construction Contract to Vinciguerra Construction for the Main Street Rehabilitation Project – Phase 1A Water Line Replacement Project (CIP#41412, Project #41412-1A) in the amount of \$663,500.00, Consulting Services Agreement Amendment No. 2 with REY Engineers, Inc. in an amount not to exceed \$88,300 for inspection and construction management services related to the construction of Main Street Rehabilitation Project – Phase 1 Water Replacement and Sewer Rehabilitation, \$400,000 budget appropriation from the Measure H Fund for the Main Street Rehabilitation Project - Phase 1 Project; and

WHEREAS, at its regular meeting on May 12, 2015, the City Council approved Phase 2 and the preferred selection of aesthetic features of the Central Main Street Rehabilitation Project and authorized staff to release Phase 2 construction contract documents for public bidding; and

WHEREAS, at its regular meeting on June 23, 2015, the City Council approved the construction contract with SAK Construction for the Main Street Rehabilitation Project – Phase 1B Sewer CIPP Lining Project (CIP # 414123).

NOW THEREFORE, BE IT RESOLVED, that the City Council of the City of Placerville does hereby:

1. Approve a Construction Contract to George Reed, Inc. for the Central Main Street Overlay Project – Phase 2 (CIP#41412, Project #41412-2) in the amount of \$1,001,181.50 and authorize the City Manager to execute the contract; and
2. Approve a budget liquidation in the amount of \$50,000 from the Schnell School Road Resurfacing Project (CIP #41210); and
3. Approve a budget liquidation in the amount of \$195,000 from Placerville Station II Park and Ride Project (CIP #407081); and
4. Approve a \$455,000 budget appropriation of RSTP Exchange revenues for the Central Main Street Overlay Project - Phase 2 Project (CIP #414124); and
5. Approve a budget appropriation in the amount of \$50,000 from the Water Enterprise Fund for the Central Main Street, Phase 2-Waterline Replacement project (CIP #414124); and
6. Approve an inter-fund loan in the amount of \$200,000 from the Reserve for Economic Uncertainties to the Transportation Fund; and
7. Authorize the City Manager and City Engineer signatory authority up to \$50,000 for the Supplemental Work Contract Item with George Reed, Inc. for the Central Main Street Overlay Project – Phase 2 Pavement Rehabilitation Project (CIP #414124)..

The foregoing Resolution was introduced at a regular meeting of the City Council of the City of Placerville held on August 11, 2015 by Councilmember _____ who moved its adoption. The motion was seconded by Councilmember _____. The motion was passed by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

Mayor Patricia Borelli

ATTEST: _____
Susan Zito, CMC, City Clerk