



Staff Report

TO: City Council
FROM: Jeff Hart, Public Works Director
DATE November 1, 2022
SUBJECT: Award a Public Works Agreement for Construction of CIP 2017-009 Pennsylvania Avenue Widening

Description Award a public works agreement to All American Asphalt for construction of CIP 2017-009 Pennsylvania Avenue Widening in the amount of \$7,469,250 with a construction contingency of \$747,000.

Background and Analysis:

On June 6, 2022, CIP 2017-009 Pennsylvania Avenue Widening was publicly advertised soliciting construction bids. On August 18, 2022, only one (1) bid was received and publicly opened. On September 6, 2022, in an effort to receive more competitive bids, City Council rejected all bids and authorized staff to readvertise for construction bids.

Pursuant to City Council's direction, the project was readvertised and on October 3, 2022, two (2) bids were received and publicly opened. The following is a summary of the received bids:

1. All American Asphalt	\$7,291,250
2. Hardy and Harper, Inc.	\$7,300,000

All American Asphalt is the apparent lowest responsive and responsible bidder. No bid challenges were received. All American Asphalt substantially conforms to the bid requirements and the bid documents have been reviewed by the City Attorney. In addition to the base bid amount, City staff are also recommending the award of three alternative bid items as described in the following table.

Alternative Bid items	
Description of Item	Cost
Reuse ADL contaminated soils (Caltrans ROW)	\$119,000.00
Reuse ADL contaminated soils (UPRR ROW)	\$34,000.00
Archeological Discovery	\$25,000.00
Total Cost	\$178,000.00

Fiscal Impact:

The following table is an overview of the current project funding, project budget, and remaining budget.

2017-009 Pennsylvania Avenue Widening Project Accounting Summary				
Funding Summary				
Funding Year		Funding Source		Amount
FY 17/18		Road & Bridge DIF		\$650,000.00
FY 17/18		Grant		\$24,600.00
FY 19/20		TUMF		\$3,368,000.00
FY 22/23		2022 Appropriation Bill		\$1,300,000.00
FY 22/23		General Fund		\$4,000,000.00
FY 22/23		Road & Bridge DIF		\$1,200,000.00
Total Project Funding =				\$10,542,600.00
Budget Summary				
Project Component	Budget	Encumbered	Paid to Date	Remaining Budget
Project Management	\$22,537.44	(\$22,537.44)	(\$22,537.44)	\$0.00
Preliminary Services	\$0.00	\$0.00	\$0.00	\$0.00
Environmental	\$164,026.00	(\$164,026.00)	(\$158,720.35)	\$0.00
Design	\$679,396.00	(\$679,396.00)	(\$420,276.52)	\$0.00
Construction	\$9,285,268.00	(\$1,069,018.00)	(\$173,000.00)	\$8,216,250.00
Construction Services	\$60,000.00	\$0.00	\$0.00	\$60,000.00
Permits	\$248,165.00	(\$33,165.00)	(\$29,716.51)	\$215,000.00
Equipment	\$0.00	\$0.00	\$0.00	\$0.00
Project Summary Totals	\$10,459,392.44	(\$1,968,142.44)	(\$804,250.82)	\$8,491,250.00

The public works agreement with All American Asphalt for construction will be in an amount not to exceed \$7,469,250, which includes the three recommended

alternative bid items. Staff is recommending a construction contingency of \$747,000, or approximately 10% of the public works agreement, to allow for unforeseen construction changes. The total construction amount requested at this time is therefore \$8,216,250. The construction budget will be established from the available CIP budget as shown in the preceding table.

Recommended Action:

Award a public works agreement to All American Asphalt for construction of CIP 2017-009 Pennsylvania Avenue Widening in an amount not to exceed \$7,469,250; and authorize the City Manager to sign change orders up to an additional \$747,000 for a total construction amount of \$8,216,250.

Attachments:

- A. Public Works Agreement and bid (All American Asphalt)