

# Staff Report

TO:	City Council	
FROM:	Robert Vestal, Public Works Director / City Engineer	
	Dustin Christensen, Principal Engineer	
DATE	July 16, 2024	
SUBJECT:	Award a Public Works Agreement to Matich Corporation in an Amount Not to Exceed \$2,575,400 for the Fiscal Year 2023/24 Citywide Street Rehabilitation and Maintenance Project	

**Description** Citywide Street Rehabilitation and Maintenance Project (CIP R-36).

#### **Background and Analysis:**

On June 6, 2023, the City Council approved the street selection for the Fiscal Year (FY) 2023/24 Citywide Street Rehabilitation and Maintenance Project (Project) and authorized the Public Works Director to finalize the bid package and solicit bids.

Consistent with City Council direction, staff prepared plans and specification and advertised the Project on May 16, 2024. On June 20,2024, six (6) bids were received and publicly opened. The following is a summary of the received bids:

1.	Matich Corporation	\$2,546,000
2.	Vance Corporation	\$2,882,403
3.	Onyx Paving Company	\$3,069,000
4.	All American Asphalt	\$3,106,853
5.	Calmex Engineering	\$3,468,679
6.	Hardy & Harper	\$3,632,700

Matich Corporation is the apparent lowest responsive and responsible bidder. No bid challenges were received. Only the base bid was considered in evaluating the bids for the apparent lowest bidder. Upon review, Matich Corporation's bid substantially conforms to the bid requirements. City staff is recommending the City Council award a public works agreement to Matich Corporation for construction of the FY2023/24 Citywide Street Rehabilitation and Maintenance Project.

In addition to the base bid, the Project bid package included an additive bid schedule A (Additive A). Additive A adds one additional inch of pavement overlay depth to Olive,

Grace, and Walnut Avenue (South of 4<sup>th</sup> Street), as well as the alleyway between Magnolia and Beaumont Avenue. Matich Corporation provided an Additive A total cost of \$29,400. City staff is recommending including Additive A as part of the Project construction.

City staff anticipates scheduling a preconstruction meeting with Matich Corporation within ten days of contract execution and issuing a Notice to Proceed (NTP). Subsequently, Matich Corporation will have ten days to commence construction after the NTP is issued.

# **Fiscal Impact:**

The cost to prepare this staff report is estimated to be \$400. Construction cost for the Project will be paid from the Citywide Street Rehabilitation and Maintenance Project (CIP R-36). The following table is a summary of the Project accounting:

Citywide Street Rehabilitation and Maintenance FY24 Project Accounting Summary								
Funding Summary								
Funding Year	Funding Source		Amount					
23/24		Measure A		\$616,800				
23/24		SB1		\$900,840				
23/24		General		\$925,200				
23/24		General		\$1,000,000				
	Total Project Funding =		\$3,442,840					
Budget Summary								
Project Component	Budget	Encumbered	Paid to Date	Remaining Budget				
Project Management	\$0	\$0	\$0	\$0				
Preliminary Services	\$0	\$0	\$0	\$0				
Environmental	\$0	\$0	\$0	\$0				
Design	\$0	\$0	\$0	\$0				
Construction	\$3,442,840	\$0	\$0	\$3,442,840				
Construction Management	\$0	\$0	\$0	\$0				
Permits	\$0	\$0	\$0	\$0				
Equipment	\$0	\$0	\$0	\$0				
Project Summary Totals	\$3,442,840	\$0	\$0	\$3,442,840				

The public works agreement with Matich Corporation for construction will be in an amount not to exceed \$2,575,400. Staff is recommending a construction contingency of \$515,080, or approximately 20% of the public works agreement, to allow for unforeseen

construction changes. The total construction amount requested at this time is therefore \$3,090,480. 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 Matich Corporation for construction of the FY 2023/24 Citywide Street Rehabilitation and Maintenance Project (CIP R-36) in an amount not to exceed \$2,575,400; and,

authorize the City Manager to sign change orders up to an additional \$515,080 for a total construction amount of \$3,090,480.

### Attachments:

- A. Public Works Agreement (Matich Corporation)
- B. Project Plans
- C. Project Specifications
- D. Levine Act Statement Matich Corporation