

# City of Calistoga

## Staff Report

**TO:** Honorable Mayor and City Council Members

**FROM:** Michael Kirn, Public Works Director/City Engineer *M.A. Kirn*

**DATE:** October 6, 2015

**SUBJECT:** Consideration of a Resolution Awarding a Construction Contract to Pavement Coatings Company in the Amount of \$499,550 for the 2015 Microsurfacing Project and Authorizing the City Manager to Execute the Contract and Approving a Project Construction Budget of \$564,500.

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2 **ISSUE:** Consideration of a Resolution that:

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- 4 1. Conditionally awards the construction contract to Pavement Coatings Company for
- 5 the 2015 Microsurfacing Project in the amount of \$499,550, subject to Pavement
- 6 Coatings Company providing all documents in satisfaction of the bid award
- 7 requirements.
- 8 2. Approves the Project construction budget in the amount of \$564,550 which
- 9 includes a contingency of 10% of the bid amount and authorizes the Public Works
- 10 Director to negotiate and approve contract change orders up to the approved
- 11 construction budget amount.
- 12 3. Authorizes the City Manager to execute the Project contract on behalf of the City
- 13 of Calistoga.
- 14 4. Directs staff to issue a notice of award to Pavement Coatings Company and
- 15 otherwise administer the Project.
- 16 5. In the event Pavement Coatings Company is unable to meet the conditions of
- 17 award, awards the construction contract to Intermountain Slurry Seal in the
- 18 amount of \$575,088 conditioned upon Intermountain Slurry Seal providing all
- 19 documents in satisfaction of the bid award requirements.
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21 **RECOMMENDATION:** Adopt the Resolution.

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23 **BACKGROUND / DISCUSSION:** The City has issued a notice to bidders on September

24 11, 2015 for the 2015 Microsurfacing Project on various streets in the City as shown on

25 Attachment No. 2. The City received four bids, which are summarized as follows:

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- 27 1. Pavement Coatings Company \$499,550
- 28 2. Intermountain Slurry Seal \$575,088

- 29           3. Telfer Highway Technologies           \$597,900
- 30           4. Valley Slurry Seal                         \$649,000

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32 Staff has reviewed the low bid proposal from Pavement Coatings Company and has  
33 performed due diligence to verify the information presented. Based on the reference  
34 checks staff recommends that the City Council find Pavement Coatings Company to be  
35 the lowest responsive and responsible bidder.

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37 Staff anticipates that construction activity will begin in late October with substantial  
38 completion of the project by the end of November 2015.

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40 **GENERAL PLAN CONFORMANCE, COUNCIL GOALS AND ENVIRONMENTAL**  
41 **REVIEW:**

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43 This project is consistent with General Plan Objectives CIR I-2.1; Policy 1.2-1 and  
44 Council Goal No. 3 – Establish, improve and maintain City infrastructure. Staff reviewed  
45 the project pursuant to the California Environmental Quality Act (CEQA) and has  
46 determined that the proposed project is Categorically Exempt from the requirements of  
47 CEQA pursuant to Section 15301(c), 15302(c), and 15303(d) of the CEQA guidelines.  
48 The CEQA guidelines exempt minor alterations and repairs to existing public structures,  
49 the replacement or reconstruction of street improvements.

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51 **FISCAL IMPACT:** The total construction cost is estimated at \$564,550 as follows:

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53 Construction Contract:	\$499,550
54 Contingency at 10%:	\$ 50,000
55 Construction Inspection:	\$ 15,000

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57 The recommended FY 2015/16 Streets CIP budget includes \$850,000 under Fund No.  
58 01-5402-4905-4915 for the pavement maintenance.

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60 **ATTACHMENTS:**

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- 62 **1. Resolution**
- 63 **2. Project Map**
- 64 **3. Bid from Pavement Coatings Company**
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## RESOLUTION NO. 2015-XXX

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3       **RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CALISTOGA,**  
4       **COUNTY OF NAPA, STATE OF CALIFORNIA, AWARDDING A**  
5       **CONSTRUCTION CONTRACT TO PAVEMENT COATINGS COMPANY IN THE**  
6       **AMOUNT OF \$499,550 FOR CONSTRUCTION OF THE**  
7       **2015 MICROSURFACING PROJECT AND AUTHORIZING THE CITY**  
8       **MANAGER TO EXECUTE THE CONTRACT AND APPROVING A PROJECT**  
9       **CONSTRUCTION BUDGET OF \$564,550**

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11       **WHEREAS**, the City Council has directed the Public Works Director to carry out  
12 various street improvement projects with the adopted the Fiscal Year 2015-16 Capital  
13 Budget: and

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15       **WHEREAS**, on July 7, 2015 the majority of the City Council approved Resolution  
16 No. 2015-082 directing the Public Works Director to hire Associated Engineering  
17 Consultants to prepare plans and bid documents to result in a microsurfacing of certain  
18 streets within the city of Calistoga; and

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20       **WHEREAS**, this microsurfacing project is Categorically Exempt from the  
21 requirements of CEQA pursuant to Section 15301(c), 15302(c), and 15303(d) of the CEQA  
22 guidelines; and

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24       **WHEREAS**, a request for bids was circulated on September 11, 2015 and four bids  
25 were received by the City, with the low bidder being Pavement Coatings Company in the  
26 amount of \$499,550 and the second lowest bid was from Intermountain Slurry Seal in the  
27 amount of \$575,088; and

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29       **WHEREAS**, City staff has confirmed that the bid from Pavement Coatings Company  
30 satisfies the bidding requirements for the Project as described in the bid instructions; and

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32       **WHEREAS**, staff has determined that Pavement Coatings Company possesses the  
33 required license(s) for this Project and is otherwise qualified to perform the Project in  
34 accordance with the Contract documents; and

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36       **WHEREAS**, staff has confirmed that the bid from Intermountain Slurry Seal also  
37 satisfies the bidding requirements for the Project as described in the bid instruction and  
38 that Intermountain Slurry Seal also otherwise qualified to perform the Project in accordance  
39 with the Contract documents; and

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41       **WHEREAS**, staff has reviewed the bid from Pavement Coatings Company and  
42 recommends that the City Council find that Pavement Coatings Company is the lowest  
43 responsible and responsive bidder; and

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45       **WHEREAS**, funds for the 2015 Microsurfacing Project are budgeted in FY 2015/16  
46 Streets Capital Improvements (01-5402-4905-4915) in the amount of \$850,000 which  
47 includes construction, construction contingency and contract administration/inspection  
48 services; and

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50       **WHEREAS**, Staff recommends that the bid be awarded to Pavement Coatings  
51 Company in the amount of \$499,550; and

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**WHEREAS**, the City Council considered the staff report and public comment on this matter at its October 6, 2015, regular meeting and finds it is in the public interest to award a bid to complete this project in a timely manner.

**NOW, THEREFORE BE IT RESOLVED** by the City Council of the City of Calistoga as follows:

1. Finds that the bid from Pavement Coatings Company is the lowest responsive bid and is a responsible bidder and waives any and all minor bid irregularities.
2. Approves the Project construction budget in the amount of \$564,550, which includes a contingency of 10% of the bid amount and authorizes the Public Works Director/City Engineer to negotiate and approve contract change orders up to the approved construction budget amount.
3. Awards the construction contract to Pavement Coatings Company in the amount of \$499,550 for construction of the 2015 Microsurfacing Project conditioned upon Pavement Coatings Company providing all documents in satisfaction of the bid award requirements.
4. The City Manager is hereby authorized to execute the Contract on behalf of the City of Calistoga, subject to approval as to form by the City Attorney.
5. Directs staff to issue a notice of award to Pavement Coatings Company and otherwise administer the Project.
6. In the event Pavement Coatings Company is unable to satisfy the bid award requirements, awards the construction contract to Intermountain Slurry Seal under the same requirements, and authorizes the commensurate increase in expenditures from CIP Fund 01-5402-4905-4915 to fund the Project.

**PASSED, APPROVED, AND ADOPTED** by the City Council of the City of Calistoga at a regular meeting held this **6<sup>th</sup> day of October 2015**, by the following vote:

**AYES:**  
**NOES:**  
**ABSTAIN:**  
**ABSENT:**

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**CHRIS CANNING, Mayor**

**ATTEST:**  
  
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**KATHY FLAMSON, City Clerk**