

City of Calistoga

Staff Report

TO: Honorable Mayor and City Council Members
FROM: Derek Rayner, Deputy Public Works Director
VIA: Michael Kirn, Public Works Director/City Engineer
DATE: May 2, 2017
SUBJECT: Consideration of a Resolution Awarding a Construction Contract to Argonaut Constructors in the Amount of \$1,177,175 for the Grant Street Phase II Drainage Improvements Project and Authorizing the City Manager to Execute the Contract

APPROVAL FOR FORWARDING:



Dylan Feik, City Manager

1
2 **ISSUE:** Consideration of a Resolution that:

- 3
4 1. Conditionally awards the construction contract to Argonaut Constructors for the
5 Grant Street Phase II Drainage Improvements Project (Project) in the amount of
6 \$1,177,175, subject to Argonaut Constructors providing all documents in
7 satisfaction of the bid award requirements.
8
9 2. Approves the Project construction budget in the amount of \$1,328,443 which
10 includes inspections and a contingency of 10% of the bid amount and authorizes
11 the Public Works Director to negotiate and approve contract change orders up to
12 the approved construction budget amount.
13
14 3. Authorizes the City Manager to execute the Project contract on behalf of the City
15 of Calistoga.
16
17 4. Directs staff to issue a notice of award to Argonaut Constructors and otherwise
18 administer the Project.

19
20
21
22
23
24
25
26
27
28
29
30
31
32
33
34
35
36
37
38
39
40
41
42
43
44
45
46
47
48
49
50
51
52
53
54
55
56
57
58
59
60
61
62
63

RECOMMENDATION: Adopt the Resolution.

BACKGROUND / DISCUSSION: The Phase 1 Grant Street Drainage Improvements replaced the failed culvert in Grant Street in FY15/16. Phase II will replace the downstream bottleneck identified in the storm water masterplan under the Calistoga Race Track.

The existing 36” bottle neck under the race track will be replaced with an equivalent 60-inch diameter pipe (twin 48’s). The construction schedule will be a challenge and the contract requires close coordination with County Fairground’s staff. City staff has worked diligently with the Fairgrounds staff and “built-in” requirements in the contract so as not interfere with any of their scheduled events.

On April 11, 2017 bids were opened pursuant to the March 10, 2017 advertisement. The City received one bid from Argonaut Constructors in the amount of \$1,177,175. The engineers estimate was \$1,140,000, and bid amount is considered reasonable.

Staff has reviewed Argonaut Constructors bid and determined it is responsive and responsible. Staff recommends that the City Council award the construction contract to Argonaut Constructors. Staff anticipates construction to begin in June with substantial completion of the Project by early September.

COUNCIL GOALS: The project conforms to Council Goal 3: Establish, improve and maintain City infrastructure, Objective 1: Maintain the high level of service and reliability of the City’s infrastructure systems and facilities.

CEQA AND PERMITS: A Categorical Exemption under the California Environmental Quality Act pursuant to Title 14, the California Code of Regulations Section 15301(d) of the CEQA Guidelines was filed with the County Clerk’s Office on February 25, 2014 and forwarded to the State Clearing House. No comments or protests were filed.

This project is covered under California Department of Fish and Wildlife, US Army Corp, and the Regional Water Board permits that were obtained in Phase I, and include the work to be built in Phase II.

FISCAL IMPACT: This Project is included in the City’s FY 2016/17 CIP Project (Account Number 01-5520-4915) and is a designated Measure A project. Staff designed the project in-house and prepared all bid documents (i.e. plans and specifications) which saved significant design dollars and ensured we get the best value of improvements for the City. The total construction cost is estimated at \$1,328,443 which includes inspection services and a ten percent contingency for unforeseen items. Staff will be recommending that the FY 2017/18 CIP Budget include appropriations in the amount of \$1,328,443 for this Project under Account Number 01-5520-4915.

64 Measure A funds for this project have been requested in the amount of \$1,328,443. An
65 amendment to the City's Measure A agreement is pending.

66

67 **ATTACHMENT:**

68

69 1. Resolution

RESOLUTION NO. 2017- XXX

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CALISTOGA,
COUNTY OF NAPA, STATE OF CALIFORNIA, AWARDING A
CONSTRUCTION CONTRACT TO ARGONAUT CONSTRUCTORS IN THE
AMOUNT OF \$1,177,175 FOR CONSTRUCTION OF THE GRANT STREET
PHASE II DRAINAGE IMPROVEMENTS PROJECT AND AUTHORIZING THE
CITY MANAGER TO EXECUTE THE CONTRACT

WHEREAS, the City maintains and operates the storm water collection and disposal system to minimize flooding, property damage, and for safe roadways; and

WHEREAS, the City identified the storm drain that traverses the Napa County Fairgrounds to the Napa River as in need of repair to promote effective and efficient conveyance of storm water and time is of the essence for construction of the Project; and

WHEREAS, this Project is included in the City's designated Measure A projects and will be reimbursed from Measure A tax proceeds; and

WHEREAS, the Project is exempt from the provisions of the California Environmental Quality Act pursuant to Title 14, the California Code of Regulations, Section 15301(d) and a Notice of Exemption was filed with the Napa County Clerk's Office and the State Clearing House on February 25, 2014; and

WHEREAS, a request for bids was circulated on March 10, 2017 and one bid was received by the City, with the low bidder being Argonaut Constructors in the amount of \$1,177,175; and

WHEREAS, City staff has confirmed that the bid from Argonaut Constructors satisfies the bidding requirements for the Project as described in the bid instructions; and

WHEREAS, staff has determined that Argonaut Constructors possesses the required license(s) for this Project and is otherwise qualified to perform the Project in accordance with the Contract documents; and

WHEREAS, staff has reviewed the bid from Argonaut Constructors and recommends that the City Council find that Argonaut Constructors is the lowest responsible and responsive bidder; and

WHEREAS, Staff recommends that the construction contract be awarded to Argonaut Constructors in the amount of \$1,177,175; and

WHEREAS, The Project is included in the City's FY 2016/17 CIP Budget (Account Number 01-5520-4915) and is a designated Measure A project and staff will

47 be recommending that the FY 2017/18 CIP Budget include appropriations in the amount
48 of \$1,328,443 for this Project under Account Number 01-5520-4915.

49

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

52

53 1. Finds that the bid from Argonaut Constructors is the lowest responsive bid
54 and is a responsible bidder and waives any and all minor bid irregularities.

55

56 2. Approves the Project Plans and Specifications, and a construction budget in
57 the amount of \$1,328,443, which includes inspection and a 10% contingency and
58 authorizes the Public Works Director/City Engineer to negotiate and approve
59 contract change orders up to the approved construction budget amount.

60

61 3. Awards the construction contract to Argonaut Constructors in the amount of
62 \$1,177,175 for construction of the Grant Street Phase II Drainage Improvements
63 Project conditioned upon Argonaut Constructors providing all documents in
64 satisfaction of the bid award requirements.

65

66 4. The City Manager is hereby authorized to execute the Contract on behalf of
67 the City of Calistoga.

68

69 5. Directs staff to issue a notice of award to Argonaut Constructors and
70 otherwise administer the Project.

71

72 **PASSED, APPROVED, AND ADOPTED** by the City Council of the City of
73 Calistoga at a regular meeting held this **2nd day of May, 2017**, by the following vote:

74

75

76 **AYES:**

77 **NOES:**

78 **ABSTAIN:**

79 **ABSENT:**

80

81

82

Gary Kraus, Councilmember

83 **ATTEST:**

84

85

86 _____
KATHY FLAMSON, City Clerk