

City of Calistoga

Staff Report

TO: Honorable Mayor and City Council Members
FROM: Michael Kirn, Public Works Director/City Engineer
DATE: September 5, 2017
SUBJECT: Consideration of a Resolution Awarding a Construction Contract to Argonaut Constructors in the Amount of \$353,679.50 for the Lake Street Pavement Rehabilitation Project and Authorizing the City Manager to Execute the Contract

APPROVAL FOR FORWARDING:



Steve Campbell, Acting City Manager

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- ISSUE:** Consideration of a Resolution that:
1. Conditionally awards the construction contract to Argonaut Constructors for the Lake Street Pavement Rehabilitation Project (Project) in the amount of \$353,679.50, subject to Argonaut Constructors providing all documents in satisfaction of the bid award requirements.
 2. Approves the Project construction budget in the amount of \$ 404,100 which includes a contingency of 10% of the bid amount, construction inspection and authorizes the Public Works Director to negotiate and approve contract change orders up to the approved construction budget amount.
 3. Authorizes the City Manager to execute the Project contract on behalf of the City of Calistoga.
 4. Directs staff to issue a notice of award to Argonaut Constructors and otherwise administer the Project.
 5. In the event Argonaut Constructors is unable to meet the conditions of award, awards the construction contract to G. D. Nielson Construction, Inc. conditioned upon G. D. Construction, Inc. providing all documents in satisfaction of the bid award requirements.

25 **RECOMMENDATION:** Adopt the Resolution.
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27 **BACKGROUND / DISCUSSION:** As part of the City's Pavement Management System
28 bi-annual inspection, several concrete streets were noted that required rehabilitation.
29 Plans were prepared by BKF Engineers, Inc. for the project and the project was put out to
30 bid in August 2017. On August 29, 2017 bids were opened pursuant to the August 4,
31 2017 notice to bidders. The City received three bids, which are summarized as follows:
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33	1. Argonaut Constructors	Santa Rosa, CA	\$353,679.50
34	2. G. D. Nielson Construction	Napa, CA	\$377,387.00
35	3. Martin Brothers Construction	Sacramento, CA	\$414,862.25
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37 Staff has reviewed the low bid proposal from Argonaut Constructors and has performed
38 due diligence to verify the information presented. Based on the reference checks staff
39 recommends that the City Council find Argonaut Constructors to be the lowest responsive
40 and responsible bidder.
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42 **COUNCIL GOALS:** The project conforms to Council Goal 3: Establish, improve and
43 maintain City infrastructure.
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45 **CEQA REVIEW:** The project involves the replacement and reconstruction of a portion of
46 the existing roadways infrastructure and will be located on the same site, will have the
47 same purposes and transportation capacity as the roadway resurfaced and will have no
48 expansion of the carrying capacity of the vehicular transportation system. As such the
49 project is exempt from the provisions of the California Environmental Quality Act pursuant
50 to Title 14, the California Code of Regulations, Section 15302(c).
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52 **FISCAL IMPACT:** This Project is included in the adopted Fiscal Year 2017/18 CIP
53 budget which includes funds for this project under Account #01-5402-4915 with an
54 unencumbered fund balance of approximately \$1,745,000.
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56 **ATTACHMENTS:**
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58 1. Resolution

RESOLUTION NO. 2017 - XXX

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CALISTOGA, COUNTY OF NAPA, STATE OF CALIFORNIA, CONDITIONALLY AWARDING A CONSTRUCTION CONTRACT TO ARGONAUT CONSTRUCTORS IN THE AMOUNT OF \$353,679.50 FOR CONSTRUCTION OF THE LAKE STREET PAVEMENT REHABILITATION – GRANT STREET TO FAIR WAY AND AUTHORIZING THE CITY MANAGER TO EXECUTE THE CONTRACT

WHEREAS, as part of the City's Pavement Management System bi-annual inspection, several concrete streets were noted that required rehabilitation; and

WHEREAS, the City's adopted FY 2016/17 CIP Budget contains approximately \$1,745,000 in unencumbered appropriations for paving projects under Account 01-5402-4915; 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 15302(c); and

WHEREAS, a request for bids was circulated on August 4, 2017 and three bids were received by the City, with the low bidder being Argonaut Constructors in the amount of \$353,679.50 and the second lowest bid was from G. D. Nielsen Construction, Inc. in the amount of \$377,387.00; 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 bid be awarded to Argonaut Constructors in the amount of \$353,679.50.

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

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

47 2. Approves the Project construction budget in the amount of \$404,100, which
48 includes a contingency of 10% of the bid amount, and construction inspection
49 services and authorizes the Public Works Director/City Engineer to negotiate and
50 approve contract change orders up to the approved construction budget amount.

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52 3. Awards the construction contract to Argonaut Constructors in the amount of
53 \$353,679.50 for construction of the Lake Street Pavement Rehabilitation Project
54 conditioned upon Argonaut Constructors providing all documents in satisfaction
55 of the bid award requirements.

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

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

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63 6. In the event Argonaut Constructors is unable to satisfy the bid award
64 requirements, awards the construction contract to G. D. Nielsen Construction,
65 Inc. under the same requirements, and authorizes the commensurate increase in
66 expenditures from CIP Account 01-5402-4905-4915 to fund the Project.

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68 **PASSED, APPROVED, AND ADOPTED** by the City Council of the City of
69 Calistoga at a regular meeting held this **5th day of September 2017**, by the following
70 vote:

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72 **AYES:**
73 **NOES:**
74 **ABSTAIN:**
75 **ABSENT:**

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78 **CHRIS CANNING, Mayor**

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