



## **AGENDA MEMORANDUM**

Action Item for the City Council Meeting of June 9, 2020

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**DATE:** May 5, 2020

**TO:** Peter Zanoni, City Manager

**FROM:** Richard Martinez, Director of Public Works  
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<p style="text-align: center;"><b><u>Construction Contract Award</u></b> <b>Residential Street Rebuild Program</b> <b>(Bond 2018, Proposition A)</b></p>
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**CAPTION:**

Resolution authorizing four construction contracts totaling \$13,718,317.62 for the Residential Street Rebuild Program as follows: for street reconstruction with Rován Texas LLC in an amount of \$4,540,292.03, for street rehabilitation with JE Construction Service in an amount of \$3,081,597.49, Haas-Anderson Construction Ltd. in an amount of \$3,131,483.15, and Haas-Anderson Construction Ltd. in an amount of \$2,964,944.95, located City-wide, with funding available from the Street Bond 2018 Program and FY2020 Storm Water, Wastewater, Water and Gas Funds.

**SUMMARY:**

This resolution approves the following construction contracts: Rován Texas LLC for Base Bid B (Reconstruction) in an amount of \$4,540,292.03, JE Construction Service for Base Bid C (Rehabilitation) in an amount of \$3,081,597.49, Haas-Anderson Construction Ltd for Base Bid D (Rehabilitation) in an amount of \$3,131,483.15, and Haas-Anderson Construction Ltd for Base Bid E (Rehabilitation) in an amount of \$2,964,944.95 for the Residential Street Rebuild Program Project (RSRP).

## **BACKGROUND AND FINDINGS:**

The RSRP will repair residential streets that were previously approved with the FY 2020 Capital Improvement Program. The work includes extending the life and structural integrity of existing pavement through rehabilitation or reconstruction. All work will be completed to current City standards with limited sidewalk repairs, ADA ramps, striping, and pavement markings.

Construction contracts for the RSRP are developed as Indefinite Delivery Indefinite Quantity (IDIQ) contracts with defined construction durations. Multiple "Delivery Orders" (DOs) will be issued to the contractors with specific scope and quantities for each street to implement the approved RSRP Work Plan throughout the City.

The RSRP will utilize more than one construction contractor to complete the reconstruction of residential streets (Base Bid A, Base Bid B, Base Bid C) and the rehabilitation of residential streets (Base Bid C, Base Bid D, and Base Bid E) City wide. The list of streets for each base bid is attached.

## **PROJECT TIMELINE:**

2019			2020						2021
O	N	D	J	F	M	A	M	June-Dec	Jan - Dec
Design				Bid			Construction		

Project schedule reflects City Council award in June 2020 with anticipated completion in December 2021.

## **COMPETITIVE SOLICITATION PROCESS**

On April 22, 2020, the City received bids from six bidders. A summary of the bids is provided below.

BID SUMMARY – BASE BID A (Reconstruction) – No Bids Received	
CONTRACTOR	BASE BID
<i>Engineer's Opinion of Probable Cost</i>	<b>\$6,323,535.90</b>

<b>BID SUMMARY – BASE BID B (Reconstruction)</b>	
CONTRACTOR	BASE BID
<b>Rovan Texas LLC</b>	<b>\$4,540,292.03</b>
JE Construction Services, LLC	\$9,017,871.50
<i>Engineer's Opinion of Probable Cost</i>	<b>\$5,710,165.53</b>

<b>BID SUMMARY – BASE BID C (Reconstruction) – No Bids Received</b>	
CONTRACTOR	BASE BID
<i>Engineer's Opinion of Probable Cost</i>	<b>\$5,268,011.23</b>

<b>BID SUMMARY – BASE BID C (Rehabilitation) – No Bids Received</b>	
CONTRACTOR	BASE BID
<i>Engineer's Opinion of Probable Cost</i>	<b>\$2,916,718.52</b>

<b>BID SUMMARY – BASE BID D (Rehabilitation)</b>	
CONTRACTOR	BASE BID
<b>Haas-Anderson Construction Ltd</b>	<b>\$3,131,483.15</b>
A. Ortiz Construction & Paving Inc	\$3,529,171.28
<i>Engineer's Opinion of Probable Cost</i>	<b>\$3,069,862.30</b>

<b>BID SUMMARY – BASE BID E (Rehabilitation)</b>	
CONTRACTOR	BASE BID
<b>Haas-Anderson Construction Ltd</b>	<b>\$2,964,944.95</b>
JE Construction Services, LLC	\$2,965,447.25

A. Ortiz Construction & Paving Inc	\$3,199,288.31
<b><i>Engineer's Opinion of Probable Cost</i></b>	<b><i>\$2,917,254.39</i></b>

The City analyzed the submitted bids in accordance with contract documents and determined Rován Texas LLC, Haas Anderson Construction Ltd were the lowest responsive and responsible bidders for Base Bids B, D and E. Bids were not received for Base Bid A (reconstruction) and Base Bid C (reconstruction and rehabilitation). Due to JE Construction Services LLC's competitive bid on Base Bid E (rehabilitation) and the necessity of preserving the public health and safety of the City's residents, staff recommends awarding Base Bid C Rehabilitation to JE Construction Services LLC. Base Bids A and C (reconstruction) will be advertised for bids in July.

### **ALTERNATIVES:**

The alternative is not to award construction contracts to Rován Texas LLC, Haas Anderson Construction Ltd, and JE Construction Services. This would delay the project and conflict with City Council's goal to expedite street projects with Bond Funds.

### **FISCAL IMPACT:**

The item proposes to award a construction contract to the following contractors: Rován Texas LLC for Base Bid B in the amount of \$4,540,292.03, JE Construction Service for Base Bid C (Rehabilitation Only) in the amount of \$3,081,597.49, Haas-Anderson Construction Ltd for Base Bid D in the amount of \$3,131,483.15, and Haas-Anderson Construction Ltd for Base Bid E in the amount of \$2,964,944.95 for the Residential Street Rebuild Program. Project funds are available through the Street Bond 2018, Proposition A and FY2020 Storm Water, Wastewater, Water and Gas Funds.

### **Funding Detail:**

The Capital Improvement Program addressing Street Bond 2018 (\$10.55 million) does not provide a single line item for the RSRP. The RSRP is broken down into smaller projects that are listed in the CIP and the attachment for this item provides the breakdown of the projects in each base bid. This item covers \$8.5 million of the \$10.55 million allocated to the RSRP. The remaining \$2 million in the Street Bond 2018 projects will be re-advertised in July since no bids were received for the bid package.

Fund: **Street Bond 2018, Proposition A (Fund 3556)**  
Mission Elem: Street Pavement Maintenance (ME 051)  
Project No.: Residential Street Rebuild Program (Project# 18164A)  
Account: Construction (Account #550910)  
Activity: 18164-A-3556-EXP  
Amount: \$8,523,330.00

Fund: **ResStreetRecnst (Fund 1042)**  
Mission Elem: Street Pavement Maintenance (ME 051)  
Project No.: Residential Street Rebuild Program (Project# 18164A)  
Account: Construction (Account #550910)  
Activity: 18164-A-1042-EXP  
Amount: \$2,778,271.99

Fund: **Storm Water (Fund 4532)**  
Mission Elem: Storm Water Drainage (ME 043)  
Project No.: Residential Street Rebuild Program (Project# 18164A)  
Account: Construction (Account #550910)  
Activity: 18164-A-4532-EXP  
Amount: \$2,236,938.23

Fund: **Water (Fund 4099)**  
Mission Elem: Water Distribution System (ME 041)  
Project No.: Residential Street Rebuild Program (Project# 18164A)  
Account: Construction (Account #550910)  
Activity: 18164-A-4099-EXP  
Amount: \$168,157.40

Fund: **Wastewater (Fund 4257)**  
Mission Elem: Wastewater Collection System (ME 042)  
Project No.: Residential Street Rebuild Program (Project# 18164A)  
Account: Construction (Account #550910)  
Activity: 18164-A-4257-EXP  
Amount: \$8,400.00

Fund: **Gas (Fund 4560)**  
Mission Elem: Gas System (ME 041)  
Project No.: Residential Street Rebuild Program (Project# 18164A)  
Account: Construction (Account #550910)  
Activity: 18164-A-4560-EXP  
Amount: \$3,220.00

### **RECOMMENDATION:**

City staff recommends awarding to the following contractors: Rovin Texas LLC for Base Bid B in the amount of \$4,540,292.03, JE Construction Service for Base Bid C (Rehabilitation Only) in the amount of \$3,081,597.49, Haas-Anderson Construction Ltd for Base Bid D in the amount of \$3,131,483.15, and Haas-Anderson Construction Ltd for Base Bid E in the amount of \$2,964,944.95, for RSRP Program.

### **LIST OF SUPPORTING DOCUMENTS:**

Location & Vicinity Maps

Bid Tabs

Resolution-RSRP 252 Exception

RSRP List of Street Projects