

CITY COUNCIL ACTION REQUEST

Department(s): Environmental Services	CEQA: Exempt, File No. PP13-018	Coordination: Risk Management, Public Works, CMO Budget, CAO and TPAC	Dept. Approval: /s/ Kerrie Romanow
Council District(s): Citywide			CMO Approval: 

SUBJECT: REPORT ON BIDS AND AWARD OF CONTRACT FOR THE 7086-WPCP STREET TREATMENT PHASE II PROJECT

RECOMMENDATION:

- (a) Award the construction contract for the WPCP Street Treatment Phase II Project to the low bidder, Wattis Construction, Inc., in the amount of \$279,598; and
- (b) Approve a 10% contingency in the amount of \$28,000.

BASIS FOR RECOMMENDATION:

The San José/Santa Clara Regional Wastewater Facility (RWF), formerly referred to as the San José/Santa Clara Water Pollution Treatment Control Plant, has roughly five miles of streets and access roads, several of which are nearing the end of their service life. Many streets have sections of pavement failure, unraveling, potholing, damaged curb and gutter, and areas of poor drainage.

This project is the second phase of a multi-phased rehabilitation of the RWF's street network. Phase II will rehabilitate the entire length of Main Street, from the main gate to Center Street, roughly a half mile. The project will remove and replace asphalt concrete, curb and gutter, and curb drains, raise manholes and valve boxes to grade, construct valley gutters and traffic loops, and remove and reinstall storm drainage inlets.

The project was advertised for bid and a total of six bids were received and opened on April 11, 2013. The low bid submitted by Tri-Valley Excavating, Inc. was found to contain a mathematical error, and after correction, has become the fifth low bid. The lowest responsive bid submitted by Wattis Construction, Inc. is 21 percent below the Engineer's Estimate of \$355,925. The bid is considered acceptable for the work involved in the project. The low bid can be attributed to the current competitive bidding environment for roadway construction in the Bay Area. Council Policy provides for a standard contingency of 10 percent on roadway pavement projects which is appropriate for this project.

COST AND FUNDING SOURCE:

1. AMOUNT OF RECOMMENDATION/COST OF PROJECT:	\$279,598
2. COST OF PROJECT:	
Project Delivery	\$136,000*
Construction	279,598
Contingency	<u>28,000</u>
TOTAL PROJECT COSTS	443,598
Less Expenditures To Date	<u>49,981</u>
REMAINING PROJECT COSTS	\$393,617

* Project delivery includes \$60,000 for design services, \$66,000 for construction management services, and \$10,000 for project close-out.

SOURCE OF FUNDING: 512 - San José/Santa Clara Treatment Plant Capital Fund; appropriation 7396 - Treatment Plant Street Resurfacing (\$715,000, 2012-2013 Budget. Ord. No. 29102, 06/19/2012).

FOR QUESTIONS CONTACT: Ashwini Kantak, Assistant Director, Environmental Services at (408) 975-2553.