

April 8, 2013, 2:30 p.m.

City Council Chambers, 333 Civic Center Plaza

Web Site: www.ci.tracy.ca.us

1. Call to Order - Mayor Ives called the meeting to order at 2:30 p.m.
2. Roll Call - Roll call found Council Members Manne, Rickman, Young, Mayor Pro Tem Maciel and Mayor Ives present
3. Items From the Audience - None
4. FIND THAT TEICHERT CONSTRUCTION MADE A CLERICAL ERROR AND AUTHORIZE WITHDRAWAL OF ITS BID AND AWARD A CONSTRUCTION CONTRACT TO THE NEXT LOWEST BIDDER FOR THE GRANT LINE ROAD WIDENING BETWEEN EAST OF MACARTHUR DRIVE TO THE EASTERN CITY LIMIT – CIPS 73048, 75046, 76028, 76036, 72025, 72PP040 AND 72PP070, APPROPRIATION OF FUNDS IN THE AMOUNT OF \$3.6 MILLION FROM NEI FUND 351 TO CIPS 76028, 76036, 72PP040 AND 72PP070, AUTHORIZE TRANSFER OF \$2.4 MILLION FROM NEI FUND 357 TO NEI 351, AUTHORIZE TASK ORDER NO. 6 OF MASTER PROFESSIONAL SERVICES AGREEMENT (MPSA) NUMBER HA17 WITH HARRIS AND ASSOCIATES TO PROVIDE DESIGN SUPPORT DURING CONSTRUCTION AND AUTHORIZE THE MAYOR TO EXECUTE THE CONSTRUCTION CONTRACT AND TASK ORDER NO. 6 TO THE MPSA - Kuldeep Sharma, City Engineer, provided the staff report. Mr. Sharma stated that the scope of work for the project includes widening and reconstruction of the existing Grant Line Road from two lanes to four lanes up to Chrisman Road and six lanes east of Chrisman Road to the City limits. These improvements include demolition of existing roadway and utilities to accommodate widening and reconstruction of new roadway segment with curb, gutter sidewalk, median island, street lights, utilities, traffic signals, landscaping, signing and striping, installation of the storm drainage system, waterlines, sewer system and other utilities. The project also includes installation of a sewer lift station, irrigation pump station, its associated equipment and appurtenances. In addition, the project includes installation of two new traffic signals, modification of two existing traffic signals; flashers and a fiber optic interconnect system that connects from the eastern City limit traffic signal to the signal at MacArthur Drive. Construction of a storm drainage channel and culverts to provide the storm drainage system from the roadway to the channel is also included in the project.

Due to limited funding and a low bid environment, the bid document was divided into a base bid and three additive bid items. This provides flexibility to award the construction contract based on the base bid with or without the additive bids, depending upon bid amounts and availability of funds. The additive bid item "A" included installation of a sanitary sewer with laterals and a sewer lift station, located on the north side of Grant Line Road to serve Fire Station 92. Additive bid item "B" included installation of decomposed granite between the back of the side walk and the City's right-of-way (ROW). Landscaping of this area is the developer's responsibility and will be completed when individual properties are developed. Additive bid item "C" included grading and hydro seeding between the back of the side walk and the City's ROW.

Project plans and specifications were prepared by Harris and Associates of Concord, California. The project was advertised for competitive bids on February 14, and February 21, 2013, and six bids were received and publicly opened on March 25, 2013.

Teichert Construction of Stockton, California, the lowest monetary bidder, gave the City written notice that Teichert Construction made a clerical mistake in its bid and it was withdrawing their bid in accordance with the provisions of the specifications. Staff, in consultation with the City Attorney's office, has reviewed the withdrawal request and determined that the withdrawal request from Teichert Construction is reasonable and is within the time frame required by the project specifications. Staff recommended accepting Teichert Construction's request for withdrawal of their bid.

Knife River Construction of Stockton, California, is the next lowest monetary bidder with a total bid amount of \$12,748,420, which includes base bid and additive bid alternates "A" and "C" which is approximately \$623,050 higher than Teichert Construction's bid. However, the Knife River Construction bid is still below the engineer's estimate. Knife River Construction's bid documents are complete with acknowledgement of all addendums. The bid analysis indicates that Knife River Construction is responsible and the bid is responsive. The contractor has good references and has completed similar projects for the City and other agencies.

The City has the option to either award this construction contract to Knife River Construction or reject all the bids and authorize staff to rebid the project. Staff has evaluated the options and believes that it is in the City's interest to award the contract to Knife River Construction to ensure completion of the majority of construction of this project within the timeline coinciding with the grand opening of the Amazon facility south of Grant Line Road. In addition, if all bids are rejected and staff obtains new bids, the new construction bid amounts may not be lower than the Knife River Construction bid amount due to an overall increase in construction costs.

Based on available funding, staff recommended that a construction contract for the base bid including additive bid alternates "A" and "C" for the widening of Grant Line Road east of MacArthur Drive to the eastern City limits be awarded to the remaining low bidder, Knife River Construction of Stockton, California, for the bid amount of \$12,748,420.

Design support services are required from the design consultant during construction to provide miscellaneous services including surveying and design changes due to conflicts with various utilities. Since Harris and Associates prepared the project plans and specifications, it is recommended that their services be retained during construction. Harris and Associates services will also be needed for review of shop drawings and design clarifications. Harris and Associates submitted a proposal to provide design support services for the above work during construction on an as-needed, hourly basis, not-to-exceed \$60,000.

The anticipated cost of construction of this project, if awarded to Knife River Construction, is estimated as follows:

Contractor's Bid for Construction	\$12,748,420
Additional ROW for Storm Drain Channel	\$ 500,000
Design Support during Construction	\$ 60,000
Inspection and Construction Management (5%)	\$ 600,000
Citywide Project management	\$ 750,000

Contingency (12%)	<u>\$ 1,500,000</u>
Total Construction Cost	\$16,158,420

Expenditures to Date

ROW Acquisition, design and Project Management to date	\$ 3,946,745
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Status of funding for this project is as follows:

Available funds

CIP 73048-Grant Line Road Widening	\$13,700,925
CIP 72025-Traffic Signal Grant Line Road & Paradise Rd.	\$ 244,000
CIP 75046- Water Distribution NEI	<u>\$ 45,000</u>
Total Available Funding	\$13,989,925

Funds to be appropriated

Appropriation of \$1,294,300 from NEI fund 351 to CIP 76028-Storm Drain Line west of Paradise Road	\$ 1,294,300
Appropriation of \$1,599,500 from NEI fund 351 to CIP 76036-Storm Drain C2 Channel, NEI Area	\$ 1,599,500
Appropriation of \$385,400 from NEI fund 351 to CIP 72PP-040 Traffic Signal Grant Line Road & Chrisman Road	\$ 385,400
Appropriation of \$311,000 from NEI fund 351 to CIP 72PP-070 Traffic Signal Grant Line Road & Chabot Court	\$ 311,000
Total appropriation from Fund 351	<u>\$ 3,590,200</u>

Grand Total after Appropriations **\$17,580,125**

There will be no fiscal impact to the General Fund. On August 21, 2012, Council authorized an appropriation of funds in the amount of \$14 million from NEI Phase II toward this project. A total of \$17,580,125 is available for construction of this project. Appropriation of funds in the amount of \$3.6 million from NEI Fund 351 and transfer of \$2.4 million from NEI Fund 357 to NEI Fund 351 are required to complete the project.

Council Member Manne asked for the construction time frame. Mr. Sharma indicated construction should begin the third week in February, with the road being re-opened in October, 2013. Mr. Sharma stated there would be on-going work once the road re-opened with completion expected in December 2013. Andrew Malik, Development Services Director, added that October 1, 2013, was Amazon's timeline.

Mayor Ives invited members of the public to address Council on the item.

Marilyn Marty, a resident on Grant Line Road, stated she was concerned the road would bottleneck when Grant Line Road decreased from six lanes to four lanes. Mr. Sharma indicated the widening of Grant Line Road would occur between MacArthur Drive and the eastern City limit. Grant Line Road will total four lanes from MacArthur Drive to Skylark Lane where the first entrance to Amazon would occur and include six lanes east of Skylark Lane until Chrisman Road and east of Paradise Road, at which point the road will taper to four lanes and eventually two lanes in the County.

Ms. Marty asked about the possible extension of Chrisman Road. Mr. Malik stated the new Chrisman Road alignment/extension from Grant Line Road to I-205 was being analyzed and that construction of that segment of roadway would not be needed until the new interchange was constructed at Paradise Road and I-205, which was not scheduled for a number of years.

Council Member Rickman asked Mr. Sharma to keep Ms. Marty informed during the process.

It was moved by Mayor Pro Tem Maciel and seconded by Council Member Manne to adopt Resolution 2013-054 accepting Teichert Construction's request for withdrawal of its bid and award a construction contract to Knife River Construction of Stockton, California, for the base bid and additive bid alternates "A" and "C" in the amount of \$12,748,420 for the Widening of Grant Line Road east of MacArthur Drive to the eastern City limits - CIPs 73048, 75046, 76028, 76036, 72025, 72PP040 and 72PP070; authorizing the appropriation of funds in the amount of \$3.6 million from NEI Fund 351 to CIPs 76028, 76036, 72PP040 and 72PP070; authorizing the transfer of \$2.4 million from NEI Fund 357 to NEI fund 351; authorizing Task Order No. 6 to the Professional Services Agreement with Harris and Associates to provide design support during construction; and authorizing the Mayor to execute the construction contract and Task Order No. 6 to the Professional Services Agreement. Voice vote found all in favor; passed and so ordered.

5. It was moved by Mayor Pro Tem Maciel and seconded by Council Member Manne to adjourn. Voice vote found all in favor; passed and so ordered. Time: 2:47 p.m.

The above agenda was posted at the Tracy City Hall on April 4, 2013. The above are summary minutes. A recording is available at the office of the City Clerk.

Mayor

ATTEST:

City Clerk