



# Agenda Report

**MEETING DATE:** Tuesday, July 6, 2021

**TO:** City Council

**FROM:** PUBLIC WORKS & UTILITIES DIRECTOR PALMISANO  
PATRICE THERIOT, PRINCIPAL ENGINEER

**SUBJECT:** AWARD OF THE AIRPORT BOULEVARD PAVEMENT  
RECONSTRUCTION, PROJECT NO. ST-21-14616 TO MCKIM  
CORPORATION, IN THE AMOUNT OF \$716,668.10

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## **STATEMENT OF ISSUES:**

The project is located on Airport Boulevard between Freedom Boulevard and 600 feet southwest of the intersection. This particular segment of the roadway's pavement has reached the end of its useful life and requires replacement. The project includes a Project Labor Agreement and necessitates additional appropriation.

## **RECOMMENDED ACTION:**

- a) Award of the Airport Boulevard Pavement Reconstruction, Project No. ST-21-14616 to McKim Corporation, in an amount of \$716,668.10, and
- b) Budget transfers to this project, 0306-924-7837-14616, in the amounts and sources as follows:
  - i. \$287,799 from Gas Tax, Road Repair, 0305-923-7837-14313
  - ii. \$226,329 from SB1, Road Repair, 0306-924-7837-14313
  - iii. \$200,000 from SB1, Green Valley Road Improvements, 0306-924-7837-14523

## **DISCUSSION:**

Airport Boulevard is a heavily traveled arterial roadway that carries a daily average of approximately 19,000 vehicles and provides access and connection to Highway 1 and Highway 152. The project will recycle the existing asphalt and aggregate base, and mixed with cement, to produce a roadway base that is much stronger and more durable than the existing. Following placement of locally produced hot mix asphalt, the roadway will be re-striped.

On May 25, 2021, City Council adopted Resolution No. 146-21 (CM) approving plans and specifications and calling for bids for the project.

Bids were opened on Wednesday, June 16, 2021 at 11:00 am with the following results:

<b>Contractor</b>	<b>Total Cost</b>
<b>McKim Corporation</b>	<b>\$716,668.10</b>
Granite Rock Company	\$779,701.00
Teichert Construction	\$781,480.00

Staff reviewed project bids submitted and found the bid submitted by McKim Corporation to be in order and as per requirements set forth in the State of California Public Contracting Code. Staff recommends that the project be awarded to the lowest responsive bidder, McKim Corporation, in the amount of \$716,668.10. McKim Corporation has a current and in good standing A-General Engineering Contractor's License, No, 976269.

**STRATEGIC PLAN:**

The project meets the goals and objectives outlined in the Strategic Plan as follows:  
03-Infrastructure & Environment

**FINANCIAL IMPACT:**

The total cost for award of the construction contract is \$716,668.10. The project is included in the approved budget under project number 0306-924-7837-14616, but will require additional funding to cover award of the contract, plus cost of inspection (in an amount of approximately 10% of the construction cost), and a 10% contingency. Any extra work would be submitted in writing and approved by City staff. Budget transfers are to be as noted below:

<u>Amount</u>	<u>Funding</u>	<u>Action Required</u>
\$150,000	0306-924-7837-14616	None
\$ 287,799	0305-923-7837-14313	transfer
\$ 226,329	0306-924-7837-14313	transfer
\$ 200,000	0306-924-7837-14523	transfer

**ALTERNATIVE ACTION:**

City Council can choose to not award the project.

**ATTACHMENTS AND/OR REFERENCES (If any):**

None.