

Folsom City Council Staff Report

MEETING DATE:	4/28/2020
AGENDA SECTION:	Consent Calendar
SUBJECT:	Resolution No. 10423 - A Resolution Authorizing the City Manager to Execute a Contract Change Order with B&M Builders, Inc. for the East Bidwell Frontage Improvement Project, Project No. PW1810
FROM:	Public Works Department

RECOMMENDATION / CITY COUNCIL ACTION

The Public Works Department recommends that the City Council pass and adopt Resolution No. 10423 - A Resolution Authorizing the City Manager to Execute a Contract Change Order with B&M Builders, Inc. for the East Bidwell Frontage Improvement Project, Project No. PW1810

BACKGROUND / ISSUE

East Bidwell Street is an arterial that serves the Central Business District, Mercy Hospital of Folsom, Folsom Lake College and major retail locations. Currently, East Bidwell Street is a six-lane arterial from the US Highway 50 Interchange to just north of Bluestone Circle in the southbound direction. Recent Capital Improvement Plan (CIP) Projects have widened East Bidwell Street in the northbound direction, and there are future projects shown in the CIP to ultimately widen East Bidwell to six lanes south of Blue Ravine Road.

The property at 1578 Creekside Drive contains frontage along East Bidwell Street. The conditions of approval for the Planned Development Permit (PN 16-339) The Natural Result Medical Office and Surgery Center required the project to improve the frontage along East Bidwell Street to include the ultimate six-lane arterial. The work will include adding the third southbound lane, modifications to the traffic signal and relocation of existing utilities.

At the September 26, 2017 City Council meeting, Resolution No. 10010 was approved for a Reimbursement Agreement with Katz Kirkpatrick Properties (Developer) to identify responsibility for bid items, and the Agreement has been executed (Contract No. 174-21 17-064). Most of the responsibility for the frontage improvements belongs to the City. The Developer is responsible for the undergrounding of the overhead utilities and has provided reimbursement to the City of Folsom for the undergrounding work. In order to maintain continuity during construction for the work that is City's responsibility, City staff publicly bid the project and will manage the construction.

In the course of the construction, September 2018, it was found that PG&E's 8" High Pressure Transmission Gas Main and 6" Distribution Gas Main was in conflict with the required structural section of the widened area. Upon conference with PG&E it was determined that pursuing a design change would be the best course of action to minimize impacts to the public and to complete the project in a timely manner. The relocation of the High-Pressure Transition Main is a long lead time item that can take several years of planning and design. The contract and construction were suspended while staff made adjustments to the profile and structural section changing quantities and scope of work in order to maintain the dry utility work for the undergrounding already completed.

Staff anticipates the project to be completed by August 30, 2020.

POLICY / RULE

Section 2.36.080, Award of Contracts of the Folsom Municipal Code states, in part, that contracts for supplies, equipment, services and construction with an estimated value of \$62,014 or greater shall be awarded by City Council.

Section 2.36.080 C, Award of Contracts of the Folsom Municipal code states, in part, that if a contract change order exceeds \$100,000, the city manager shall obtain the written consent of the mayor or at the mayor's discretion, the city council.

ANALYSIS

City Council approved a contract with B&M Builders, Inc. for East Bidwell Street widening between Creekside Drive and Woodsmoke Way with Resolution No. 10101, in the amount of \$705,095 including 10% contingency at the March 27, 2018 Council Meeting.

In anticipation of the extra work needed to address the PG&E conflict an additional \$500,000 was budgeted in the FY 2019-20 CIP for a total project budget of \$1,205,095. The current change order is estimated to finish the project for \$320,000.

FINANCIAL IMPACT

The FY 2019-20 project budget for this project (PW1810) is \$1,205,095. The contract with B&M Builders is in the amount of \$640,995 with the project budget including a 10%

contingency or \$64,100 for a total of \$705,095 carried over from FY2018/19. The FY2019/20 CIP Budget added an additional \$500,000. It is anticipated that the total project budget will be \$1,025,095 at project completion. There is sufficient funding in the project budget for this change order.

ENVIRONMENTAL REVIEW

This action is exempt from environmental review under the California Environmental Quality Act (CEQA).

ATTACHMENTS

 Resolution No. 10423 - A Resolution Authorizing the City Manager to Execute a Contract Change Order with B&M Builders, Inc for the East Bidwell Frontage Improvement Project, Project No. PW1810

Submitted,

Dave Nugen, PUBLIC WORKS DIRECTOR

RESOLUTION NO. 10423

A RESOLUTION AUTHORIZING THE CITY MANAGER TO EXECUTE A CONTRACT CHANGE ORDER WITH B&M BUILDERS, INC. FOR THE EAST BIDWELL FRONTAGE IMPROVEMENT PROJECT, PROJECT NO. PW1810

WHEREAS, the City of Folsom desires to widen East Bidwell Street; and

WHEREAS, this project was publicly advertised, and bids opened on March 15, 2018, with B&M Builders, Inc. being the lowest responsible bidder; and

WHEREAS, a contract with B&M Builders, Inc. was approved at the March 27, 2018 City Council Meeting by Resolution No. 10101 for \$640,995 with the project budget including a 10 percent contingency for a total of \$705,095; and

WHEREAS, a Contract Change Order for \$320,000 is requested to complete the project due to utility conflicts; and

WHEREAS, the FY 2019-20 project budget for this project (PW1810) is \$1,205,095 and there are sufficient funds budgeted and available for this change order; and

WHEREAS, the agreement will be in a form acceptable to the City Attorney:

NOW, THEREFORE, BE IT RESOLVED that the City Council of the City of Folsom authorizes the City Manager to execute a contract change order with B&M Builders for the East Bidwell Frontage Improvement Project, Project No. PW1810 in the amount of \$320,000, for a total contract not-to-exceed amount of \$960,995 and a total project budget for this contract of \$1,025,095.

PASSED AND ADOPTED this 28th day of April 2020, by the following roll-call vote:

AYES: NOES: ABSENT: ABSTAIN:	Council Member(s): Council Member(s): Council Member(s): Council Member(s):		
ATTEST:		Sarah Aquino, MAYOR	
Christa Freen	nantle, CITY CLERK		

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