



Folsom City Council Staff Report

MEETING DATE:	11/14/2023
AGENDA SECTION:	Consent Calendar
SUBJECT:	Resolution No. 11126 – A Resolution Authorizing the City Manager to Execute a Contract Change Order with B&M Builders, Inc. for the Iron Point Road Median Improvement Project, Project No. PW2102 and Appropriation of Funds
FROM:	Public Works Department

RECOMMENDATION / CITY COUNCIL ACTION

The Public Works Department recommends that the City Council pass and adopt Resolution No. 11126 – A Resolution Authorizing the City Manager to Execute a Contract Change Order with B&M Builders, Inc. for the Iron Point Road Median Improvement Project, Project No. PW2102 and Appropriation of Funds.

BACKGROUND / ISSUE

The Iron Point Road Median Improvement Project was an element of the Folsom Gateway and Median Project. The Folsom Gateway and Median Project design was completed and approved in December 2014. The project was put on hold due to drought conditions and uncertainty of improvements needed for the Folsom Plan Area that might conflict with the Gateway and Median Project improvements. State funding previously awarded by the Sacramento Transportation Authority and California Transportation Commission in the amount of \$123,000 for the East Bidwell Widening Project was reallocated to the Iron Point Road Median Improvement Project by City Council Resolution No. 10629, authorizing an agreement with Caltrans for Project Supplement Agreement No. 0000000X30. The Agreement was fully executed on September 24, 2021, and assigned Caltrans Project No. STPL 5288(048).

The improvements to the Iron Point Median between Willard Drive and the west entrance to Intel include the completion of curbs and landscaping for the two medians. Native oak trees and drought tolerant plants have been used for landscaping.

During the course of construction, several items of work required additional funding, such as repairs to the solar irrigation controller that was moved from Folsom Boulevard, additional curb and curb reinforcement, water service, and additional paving and grading. The additional work exceeded the 10% contingency by \$24,000, bringing the project contingency 14%.

POLICY / RULE

Section 2.36.080 of the Folsom Municipal Code states, in part, that contracts for supplies, equipment, services, and construction with an estimated value of \$70,952 or greater shall be awarded by the City Council.

ANALYSIS

Public Works staff prepared the bid package, and the project was publicly advertised on April 7, 2022. On May 5, 2022, the Public Works Department received the following bids:

- | | |
|---|--------------|
| 1. B&M Builders, Inc. | \$576,105.50 |
| 2. Dutch Construction, Inc. | \$625,439.00 |
| 3. Central Valley Engineering & Asphalt, Inc. | \$687,496.00 |

B&M Builders, Inc. was the lowest, responsible, responsive bidder. On May 24, 2022, City Council passed and adopted Resolution 10851, authorizing the City Manager to execute a construction agreement with B&M Builders, Inc. for the Iron Point Road Median Improvement Project.

FINANCIAL IMPACT

The Iron Point Road Median Improvement Project was included in the Fiscal Year 2021-22 budget for \$410,000 utilizing Transportation Improvement Funds (Fund 446). The additional amount needed for the contract was appropriated from Measure A Fund (Fund 276), Facilities Augmentation Fund (Fund 537), and SB-1 LPP funds that replaced some of the Transportation Improvement Funds (Fund 446), which required a 100% match of local funds as shown below:

SB-1 LPP	\$123,000
Local Match (Fund 446)	\$123,000
Transportation Improvement Fund (Fund 446)	\$164,000
Measure A (Fund 276)	\$146,000
Facilities Augmentation Fund (Fund 537)	<u>\$ 88,000</u>
Total Project Funding	\$644,000

The contract change order covers the additional cost of several items of work that were discovered during construction that exceeded the 10% project contingency by \$24,000. Staff is requesting that the additional appropriation of \$24,000 be funded from Measure A (Fund 276), for a total project budget of \$668,000.

ENVIRONMENTAL REVIEW

This project is an improvement of existing infrastructure and has been determined to be Categorically Exempt by California Environmental Quality Act (CEQA) Section 15304 (a) (b) (f).

ATTACHMENT

Resolution No. 11126 – A Resolution Authorizing the City Manager to Execute a Contract Change Order with B&M Builders, Inc. for the Iron Point Road Median Improvement Project, Project No. PW2102 and Appropriation of Funds

Submitted,

Mark Rackovan, PUBLIC WORKS DIRECTOR

RESOLUTION NO. 11126

A RESOLUTION AUTHORIZING THE CITY MANAGER TO EXECUTE A CONTRACT CHANGE ORDER WITH B&M BUILDERS, INC. FOR THE IRON POINT ROAD MEDIAN IMPROVEMENT PROJECT, PROJECT NO. PW2102 AND APPROPRIATION OF FUNDS

WHEREAS, the City of Folsom desires to make improvements to existing medians on Iron Point Road; and

WHEREAS, the Iron Point Road Median Improvement Project is included in the Fiscal Year 2021-22 budget; and

WHEREAS, the project was publicly advertised on April 7, 2022, and on May 5, 2022, three bids were received, with B&M Builders, Inc. being the lowest, responsible, responsive bidder; and

WHEREAS, the City of Folsom is programmed to receive Senate Bill 1 funding and is eligible for state reimbursement; and

WHEREAS, the City of Folsom has previously executed Master Agreement No. 00461S for State-Funded Projects with the State of California Department of Transportation in order to receive the funding and

WHEREAS, the City of Folsom has executed a Program Supplement for State Project No. 5288(048), City Project No. PW2102 upon approval at the June California Transportation Commission Meeting; and

WHEREAS, the matching funds for Senate Bill 1 LPP Funding will utilize Transportation Improvement Funds (Fund 446) at a 1 to 1 ratio for the required local match and

WHEREAS, state reimbursements received will be deposited to the Transportation Improvement Fund (Fund 446); and

WHEREAS, an additional appropriation is required for the project in the amount of \$24,000; and

WHEREAS, staff is requesting the additional appropriation be added to the Measure A Fund (Fund 276) for a total project budget of \$668,000; 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 for \$24,000 with B&M Builders, Inc. for the Iron Point Road Median Improvement Project, Project No. PW2102.

NOW, THEREFORE BE IT FURTHER RESOLVED that the Finance Director is authorized to make the following appropriations for the Iron Point Road Median Improvement Project, Project No. PW2102:

1. \$24,000 from Measure A Fund (Fund 276)

PASSED AND ADOPTED this 14th day of November 2023 by the following roll-call vote:

AYES: Councilmember(s):
NOES: Councilmember(s):
ABSENT: Councilmember(s):
ABSTAIN: Councilmember(s):

Rosario Rodriguez, MAYOR

ATTEST:

Christa Freemantle, CITY CLERK

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