

STAFF REPORT

MEETING DATE: September 13, 2023

PRESENTER: Jerry Jones, City Engineer

SUBJECT: Award of Contract for Fiscal Year 22/23 Street Sealing Project to VSS International, Inc. (JJ)

RECOMMENDATION: Council by motion adopt resolution awarding contract for Fiscal Year 22/23 Street Sealing Project to VSS International, Inc. in the amount of \$1,030,120.00 and authorize the City Manager to sign contract.

EXECUTIVE SUMMARY:

The FY 22/23 Street Sealing Project is included in the City's Capital Improvement Plan and will consist of the sealing of the pavement along various streets within the City. Streets with a more typical level of wear and tear will receive a Type II slurry seal, while streets with a higher level of degradation will receive a rubberized cape seal to extend their useful life. The selection of the streets to be sealed and the appropriate seal type were based on the age of the pavement, the Pavement Condition Index (PCI) from the City's Pavement Management System (PMS), and field review. The Project will also include dig out and re-paving of severely deteriorated or damaged pavement areas prior to sealing.

The City advertised for bids for the Project and bids were received from two contractors on Wednesday, August 30, 2023, and the results are as follows:

Contractor	Base Bid
VSS International, Inc.	\$1,030,120.00
Pavement Coatings Co.	\$1,045,256.32
Engineer's Estimate	\$820,000.00

Staff has reviewed the bid submitted by VSS International, Inc., along with information regarding their previous work experience. Based on review, Staff has determined the bid received to be responsive and VSS International, Inc. to be a responsible contractor.

FISCAL IMPACT:

The total estimated Project cost is \$1,256,000, including design, construction management, inspection, and contingency. The City has budgeted \$850,000 for the Project from Local Transportation Funds. The shortfall of \$406,000 can be funded by the anticipated savings of \$98,000 from the FY 22/23 Street Rehabilitation Project and an additional \$308,000 from Local Transportation Funds. If Council does not wish to allocate additional funding to the Project, and instead elects to reject all bids and re-bid, there is no assurance in the current construction climate that the re-bid will result in any lower cost.

ATTACHMENTS:

- A. Resolution
- B. Vicinity Maps