



City Council Agenda Report

Meeting Date: June 25, 2024

Initiated By: Staff

Prepared By: Public Works Department

Approved By: Gabe Engeland

Subject: Contract Award: 2024 Street Resurfacing Project to O’Grady Paving Inc. in the amount of \$1,362,666.40.

COUNCIL PRIORITY AREA

- Business Communities
- Circulation Safety and Efficiency
- Environmental Sustainability
- Housing
- Neighborhood Safety Infrastructure
- General Government

RECOMMENDATION

Authorize the City Manager to execute a contract with O’Grady Paving Inc. of the base bid and add alternative #1 for the 2024 Street Resurfacing Project in the amount of \$1,362,666.40, and authorize the City Manager to execute a change order not to exceed 15% (\$204,400) of the total contract amount on behalf of the City, and find the Council’s action exempt from review under the California Environmental Quality Act (CEQA) pursuant to CEQA guidelines Section 15301(c), and that one of the circumstance in the CEQA Guideline

POLICY QUDSTION(S) FOR COUNCIL CONSIDERATION

None

FISCAL IMPACT

In the FY 23/24 annual budget, the source of the project funding is as follows:

2024 Street Resurfacing Project Funding Source		
Project Funding Source	Project Budget TS-01001)	Project Budget (TS-01004)
Gas Tax	\$ 400,000	
Measure B	\$ 675,000	\$ 350,000
Vehicle Registration Fee (VRF)		\$ 400,000

SB1	\$ 758,000	
Total Project Funding	\$ 1,833,000	\$ 750,000
Total Project Funding		\$ 2,583,000

Based on the lowest responsive and responsible bid by O’Grady Paving Inc., the anticipated budget impact is as follows:

Annual Resurfacing Project, TS-01001, TS-01004, & TS-01009

Project Item	Project Budget
O’Grady Paving Inc. Construction bid	\$ 1,362,666.40
15% Construction Contingency Amount	\$ 204,400.00
Material Testing	\$ 10,000.00
Printing/Advertising/Mailing/Misc.	\$ 905.86
Estimated Total Cost	\$ 1,577,572.26
Construction Inspection	\$ 79,860.00
Total Project Cost	\$ 1,657,432.26

Based on the cost breakdown, the total anticipated project cost is in the amount not to exceed \$1,657,432.26. The project is sufficiently funded, and no additional funding is anticipated currently.

SUMMARY

- The city advertised the Annual Street Resurfacing Project. on May 15, 2024, and May 22, 2024, on the Town Crier and the City website
- On June 12, 2024, the City received one (1) of bid and opened in a public session.
- The lowest responsive and responsible bidder is O’Grady Paving Inc. with a base bid in the amount of \$1,259,206.40. The add alternative for the project is in the amount of \$103,460.00. The total bid award will be \$1,362,666.40 for base bid plus add alternative #1.
- The project plans and specifications are available in the City Clerk’s office for review.

ENVIRONMENTAL REVIEW

The project is Categorically Exempt pursuant to CEQA Section 15301(c). The project scope is considered maintenance of existing streets which are exempt from review under the California Environmental Quality Act (“CEQA”).

PREVIOUS COUNCIL CONSIDERATION

Not Applicable

BACKGROUND

The annual street resurfacing project is dedicated to repairing and maintaining existing asphalt concrete (AC) roadways in the city. The project will consist of either removing 0.25' of existing AC and placing 0.25' of new AC when warranted or micro-surface the road to extend its life.

The scope of work consists of grinding and overlaying 0.25' of AC of Jardin Drive from Valencia Drive to the City of Mountain View city limits; Avalon Drive from Almond Avenue to Jardin Drive; Damian Way from Covington Road to the end of the cul-de-sac; Loma Prieta Court from Miramonte Ave to end of the cul-de-sac; Santa Rita Court from Los Altos Avenue to end; and Mercedes Avenue from Loucks Avenue to Pasa Robles Avenue.

The project will micro-surface Amador Avenue from San Luis Avenue to Benvenue Avenue; Fallen Leaf Lane from Louise Avenue/Fallen Leave Lane to Jones Lane; Mercedes Avenue from Pasa Robles Avenue to West Portola Avenue. Micro-surfacing consists of the application of a mixture of water, asphalt emulsion (AC binder), very small, crushed rock, and - additives. This application is commonly applied to sections where the road has aged, minimal cracking, and fine aggregates (small rocks) have flaked off through the years. By applying micro-surfacing, the road will have a new layer of road binder and aggregate that will extend its life. At all locations, the project will include adjusting existing utility cover to grade, placing new signage, and thermoplastic striping installed as a part of the project.

DISCUSSION/ANALYSIS

The city advertised the 2024 Annual Street Resurfacing Project on May 15, and May 22, 2024, in the Town Crier. On June 12, 2024, one (1) bid was received and opened in a public bid setting. (The bid result summary is attached). Based on the bid, staff determined that the lowest responsive and responsible bidder is O'Grady Paving, Inc. in the amount of \$1,362,666.40. The contractor has an active contractor's license, is registered with the DIR, and does not have any OSHA violations in the past 14 years.

This project included a base bid, and one add alternate bid. Based on the total bid received from O'Grady Paving Inc., the project budget will have a surplus of \$925,567.74, which will roll over to the next fiscal year Street Resurfacing project. For this reason, staff is recommending the council to award the 2024 Annual Street Resurfacing Project with base bid plus add alternate in the total amount of \$1,362,666.40. The project is funded by Gas tax, Measure B, SB1, and VRF.

If approved by Council, the pre-construction meeting will be scheduled and the notice to proceed will be issued to the contractor as soon as possible. Advance public notices that will provide project details, schedule, and emergency contact will be sent to the residents, police, fire, and ambulance. The contractor will also be required to distribute notification letters to affected residents and post no-street parking signs at least **48 hours** prior to the commencement of work. To facilitate Los Altos High School summer break, the contractor is required to complete all construction activity on Jardin Drive during the summer.

ATTACHMENTS

1. Vicinity Map
2. Bid Result
3. Resolution 2024 –XXXX