



CITY OF MILPITAS AGENDA REPORT (AR)

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| Item Title: | Receive report on Bids and Award Construction Contract to Redwood Construction and Equipment, Inc. in the amount of \$1,715,652 for the Citywide Parks and Playgrounds Rehabilitation Project (Staff Contact: Tony Ndah, 408-586-2602) |
| Category: | Consent Calendar-Community Services and Sustainable Infrastructure |
| Meeting Date: | 2/18/2020 |
| Staff Contacts: | Chris Schroeder, 408-586-3161 and Tony Ndah, 408-586-2602 |
| Recommendations: | <ol style="list-style-type: none"> 1. Receive report on bids and award construction contract to the lowest responsible bidder submitting a responsive bid, Redwood Construction and Equipment, Inc., in the amount of \$1,715,652.00 for the Citywide Parks and Playgrounds Rehabilitation Project, subject to annual appropriations. 2. Authorize the Public Works Director to negotiate and execute contract change order(s) in an aggregate amount not to exceed \$50,000 for the Citywide Parks and Playgrounds Rehabilitation Project. |

Background:

As part of the FY 2019-2024 Capital Improvement Program, Council approved Project No. 3424 – Citywide Park Rehabilitation which provides funding for the rehabilitation of City-owned parks and playgrounds throughout the City. In the Summer of 2019, the City entered into a professional services agreement with PlaceWorks, Inc., to perform a thorough safety evaluation of the playgrounds, structures, equipment and play surfaces currently installed at the City’s parks. The report generated by the consultant contained a number of recommendations which served as the basis for the scope of work of Project No. 2390 - the Citywide Parks and Playgrounds Rehabilitation (“Project”).

Analysis:

On November 26, 2019, the Purchasing Division released a Notice Inviting Bids (NIB) for the Project. The NIB was publicly noticed and advertised on the City’s website in accordance with the Milpitas Municipal Code and the Uniform Public Construction Cost Accounting Act (“Act”). Email notifications were sent to companies registered with the City via ProcureNow.com, the City’s eProcurement system, and a bid notification was placed on PublicPurchase.com. Email notification to plan rooms and contractors registered with the City were sent in accordance with the Act. Additionally, an advertisement for the NIB was placed in the Milpitas Post which ran on December 5, 2019.

Upon release, 129 firms received the solicitation notification and thirty-six (36) firms downloaded the bid notice and related contract documents. The Purchasing Division received two (2) bids by the January 9, 2020 deadline to respond to the NIB. Redwood Construction and Equipment, Inc. is the lowest responsible bidder submitting a responsive bid in the amount of \$1,715,652, which was slightly below the City’s estimate of \$1,749,000 for these services. The second bid received in response to NIB 2390 from Suarez & Muñoz Construction was for the amount of \$2,095,546.

The proposed Project would provide the fifteen City parks with much needed play structures and play surface repairs while updating the parks to current Certified Playground Safety Inspector (CPSI) standards. Work under the Project includes repair and/or replacement of sections of failed pour-in-place (PIP) play surfaces, replacing sand with engineered wood fiber (EWF), replacement of old playground structures. The City is also in the process of preparing an update to the 2008 Parks and Recreation Master Plan (Master Plan), which will

include a strategic plan to provide high-quality accessible parks and recreation facilities in the City. The improvements under this projects would be completed ahead of the completion of the Master Plan in order to address safety needs identified at the parks listed in the table below.

The Project will be completed in three phases over the next three fiscal years. The current expected breakdown of the work per the low bid is summarized in the table below.

| Phase | Fiscal Year | City Parks | Cost Per Phase |
|----------------------------|--------------|---|-----------------------|
| 1 | FY 2019 - 20 | Ben Rodgers, Community Center Playground, Foothill, Oliver Jones Memorial | \$569,296.00 |
| 2 | FY 2020 - 21 | Calle, Oriente, Cardoza, Dixon Landing, Hillcrest, | \$329,365.00 |
| 3 | FY 2021 - 22 | Augustine Memorial, Cerano, John McDermott O'toole Elms, Pinewood, Selewyn, Tom Evatt | \$816,991.00 |
| Total Contract Cost | | | \$1,715,652.00 |

Policy Alternative:

Alternative: Direct city staff to reject all bids and not proceed with the Project.

Pros: The City would be able to use \$1,715,652 for other projects

Cons: Not proceeding with the Project would defer improvements that would update the parks to current CPSI standards.

Reason not recommended: The recommendations of the CPSI consultant to make improvements to the 15 parks were reviewed and staff believes the Project will address the items in the report and bring the City parks listed to current safety specification.

Fiscal Impact:

The cost to perform the rehabilitation of the City's parks through a construction contract with Redwood Construction and Equipment, Inc. is \$1,712,652. Staff also requests City Council approval for the Public Works Director to execute contract change orders in an aggregate amount not to exceed \$50,000 for a total construction budget of \$1,762,652 for the Project.

There are sufficient funds available in Capital Improvement Project No. 3424 and Project No. 5113 for Phase 1 of \$569,296 in Fiscal Years 2019-20.

Staff will seek Council approval for additional funding in the amount of \$1,146,356, in the next Capital Improvement Budget 2020-26 in order to complete Phases 2 and 3 of the Project.

California Environmental Quality Act:

This Project is exempt from CEQA under Class 1 - Section 15301 - Existing Facilities because they relate to the operation, repair, maintenance or minor alterations to a public facility involving no or negligible expansion of use.

Recommendations:

1. Receive report on bids and award construction contract to the lowest responsible bidder submitting a responsive bid, Redwood Construction and Equipment, Inc. in the amount of \$1,715,652.00 for the Citywide Parks and Playgrounds Rehabilitation Project, subject to annual appropriations.
2. Authorize the Public Works Director to negotiate and execute contract change orders in an aggregate amount not to exceed \$50,000 for the Project.

Attachment

Construction contract with Redwood Construction and Equipment, Inc.