

CITY OF NORMAN, OK STAFF REPORT

MEETING DATE: 02/28/2023

REQUESTER: Joseph Hill, Streets Program Manager

PRESENTER: Shawn O'Leary, Director of Public Works

ITEM TITLE: CONSIDERATION OF AWARDING, ACCEPTANCE, APPROVAL,

REJECTION, AMENDMENT, AND/OR POSTPONEMENT OF BID 2223-37

AND CONTRACT K-2223-74: BY AND BETWEEN THE CITY OF NORMAN, OKLAHOMA, AND ARROYO'S CONCRETE, L.L.C., IN THE AMOUNT OF \$508,568.25 FOR THE FYE 2023 URBAN RECONSTRUCTION PROJECT, JUNIPER LANE FROM LAHOMA AVENUE TO CHAUTAUQUA AVENUE AND FAIRFIELD DRIVE FROM MCCALL DRIVE TO WILLOW LANE; PERFORMANCE BOND B-2223-44; STATUTORY BOND B-2223-45; MAINTENANCE BOND MB-2223-63, AND RESOLUTION R-2223-72 GRANTING TAX-EXEMPT STATUS.

BACKGROUND:

On Tuesday, April 6, 2021, Norman residents voted to approve the issuance of \$27 million in bonds to fund the resurfacing, rehabilitation and reconstruction of neighborhood streets as part of a 5-year, 5-category program. The five categories include (1) Asphalt Pavement Street Rehabilitation, (2) Urban Concrete Street Rehabilitation, (3) Urban Road Reconstruction, (4) Rural Road Rehabilitation, and (5) Preventive Maintenance. The FYE 2023 urban road reconstruction project is Juniper Lane from Lahoma Avenue to Chautauqua Avenue and Fairfield Drive from McCall Drive to Willow Lane.

Both streets are located in established residential neighborhoods. The current roadways are constructed of concrete pavement with integral curb. The concrete pavement is in poor condition and the substructure has failed in several locations. The reconstruction project involves removal of the existing pavement and curb, stabilizing the subgrade, and placing new concrete pavement.

DISCUSSION:

The project was publically advertised on December 15 and 22, 2022 and January 5, 2023. Three contractors attended a pre-bid conference on December 19, 2022. Six bids were submitted and opened on January 12, 2023.

Tabulation of Bid Results

| Contractor | Total |
|--|--------------|
| Arroyo's Concrete LLC, OKC | \$508,568.25 |
| EMC Services, LLC OKC | \$524,165.50 |
| Rudy Construction Co., OKC | \$565,461.00 |
| Nash Construction Company, OKC | \$589,945.00 |
| Ellsworth Construction OKC LLC | \$600,782.85 |
| Silver Star Construction Co. Inc., Moore | \$928,100.00 |
| Engineer's Estimate | \$655,391.00 |

The low bid was submitted by Arroyo's Concrete LLC of Oklahoma City in the amount of \$508,568.25, which is \$146,822.75, or 22.4%, less than the engineer's estimate. Three quarters of the bids were fairly tightly spaced under the estimate. The uniformity of the bids gives us confidence that they are good, realistic bids.

Arroyo's Concrete LLC is a responsible bidder. They have successfully performed similar work for the City of Norman in the past.

This project will be funded as follows:

| Project | Project and Account Number | Amount |
|-----------------|-----------------------------|--------------|
| Juniper Lane | BP0541 Acct# 50593385-46101 | \$216,234.50 |
| Fairfield Drive | BP0542 Acct# 50593385-46101 | \$292,333.75 |
| Total: | | \$508,568.25 |

If approved, construction of the Street Maintenance Bond Program –FYE 2023 Urban Road Reconstruction Project will begin on or around March 20, 2023. The construction time for this project is 180 days excluding weather delays with an estimated completion in September 2023.

RECOMMENDATION NO. 1:

Staff recommends the approval of Contract K-2223-74 with Arroyo's Concrete LLC in the amount of \$508,568.25 for construction of the Street Maintenance Bond Program –FYE 2023 Urban Road Reconstruction Project.

RECOMMENDATION NO. 2:

Staff further recommends that the following bonds be approved: Performance Bond B-2223-44 Statutory Bond B-2223-45 Maintenance Bond MB-2223-63

RECOMMENDATION NO. 3:

Staff further recommends that Arroyo's Concrete LLC be authorized as Project Agent via Resolution R-2223-72 to avoid the payment of sales tax on materials purchases related to the project.