



## Staff Report

**To:** The Honorable Mayor and Members of the City Council

**Meeting Date:** June 3, 2024

**From:** Matt Ospital, City Engineer

**Subject:** Oro Madre Way Asphalt Concrete Overlay Project

Recommendation: Award of Contract

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**Type:** Street Rehabilitation

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### RECOMMENDATION:

Approve the resolution awarding the construction contract for the Oro Madre Way Asphalt Concrete Overlay Project to the low bidder for the Base Bid and Additive Alternative #1.

### BACKGROUND:

The city identified Oro Madre Way as a priority for street rehabilitation.

Due to escalating construction costs in recent years, the project was broken out into a base bid with an additive alternate. The base bid project consisted of drainage improvements, installing 3 sanitary sewer manholes, replacing 150 L.F. of sewer main and an asphalt concrete overlay. Additive Alternate #1 consisted of installing a paving grid underneath the asphalt concrete overlay to provide additional roadway strength and increase the life of the asphalt concrete.

### DISCUSSION:

The City of Sutter Creek conducted the bid opening for the Oro Madre Way Asphalt Concrete Overlay Project at 10:00 a.m. on May 15, 2024. The City received three bids for the project as follows:

	<u>Base Bid</u>	<u>Add. Alt. #1</u>	<u>Total</u>
1. Dirt Dynasty, Inc.	\$299,266.00	\$41,800.00	\$341,066.00
2. Campbell Construction	\$304,960.00	\$50,000.00	\$354,960.00
3. George Reed, Inc.	\$408,780.00	\$52,800.00	\$461,580.00

Based upon the attached bid summary, I hereby recommend the City Council of the City of Sutter Creek award the contract for the Base Bid and Alternative #1 to the low bidder, Dirt Dynasty, Inc. in the amount of \$341,066.00. Construction is anticipated to start on/around July 1<sup>st</sup> and end on/around Aug 2<sup>nd</sup>.

**BUDGET IMPACT:**

Construction management costs are estimated to be \$30,000. Typically, construction contingencies are estimated at 10%. However, since the existing sewer main condition could not be verified on Oro Madre Way due to the long pipe run length between existing sanitary sewer manholes, it is recommended to increase the construction contingency to approximately 20% or (\$60,000) in case additional portions of the existing sanitary sewer main require replacement.

**Attachments:**

Bid Summary

Draft Resolution