TO:	City Council
FROM:	Bill Lindauer, Engineering Services Manager
DATE:	October 4, 2022
SUBJECT:	Interstate 5 / Trosper Road / Capitol Boulevard Reconfiguration; Award Contract and Authority to Sign Contract

1) <u>Recommended Action</u>:

Staff recommends the City Council award and authorize the Mayor to sign a Public Works contract with Active Construction, Inc. of Tacoma Washington, in the amount of \$12,150,150.00, for the Interstate 5 / Trosper Road / Capitol Boulevard Reconfiguration project.

2) <u>Background</u>:

The I-5 / Trosper Road / Capitol Boulevard Reconfiguration Project is intended to address traffic congestion, provide multimodal facilities that do not currently exist, and remove mobility barriers. It is the first and most expensive capital project derived from the Capitol Boulevard Corridor Plan. The project will include construction of three roundabouts, an extension of Trosper Road linking Capitol Boulevard to Linda Street, and a new road alignment called 6th Avenue connecting Lee Street directly to the I-5 ramp terminal and Trosper Road. The project will upgrade all existing utilities, provide street lighting, and landscaping and irrigation, within the project limits.

Bids for the project were originally opened on August 25, 2022. The estimate range for that bid was approximately \$12.33 to \$14.12 million; however, the lowest qualified bid was approximately \$13.22 million. The engineer's estimate at that time was approximately \$10.90 million. As recommended by staff at the September 6, 2022, City Council meeting, City Council rejected the original bids and authorized staff to re-advertise the project and solicit bids after value engineering, to reduce costs.

Bids for the project with minor value engineering were opened on September 21, 2022. Five (5) bids were received ranging from approximately \$12.15 to \$12.69 million. The Engineer's estimate was \$11.75 million.

Although the low bid is still approximately \$400,000 above the engineer's estimate, the results are favorable for the City. The lowest qualified bid was reduced from \$13.22 million to \$12.15 million. Further, staff requested additional grant funding from the Transportation Improvement Board (TIB) after the initial bid, and the City was awarded another \$3.2 million.

3) <u>Policy Support</u>:

Strategic Priorities and Goals 2021-2026:

Pursue Targeted Community Development Opportunities - Implement the transformation of Capitol Boulevard.

Create and Maintain a Transportation System Safe for All Modes of Travel - Construct an inter-connected bicycle and pedestrian system, including developing improved

neighborhood connections and enhancing overall bicycle and pedestrian safety.

4) <u>Alternatives</u>:

□ Reject the bids and re-advertise.

5) <u>Fiscal Notes</u>:

The funds are available in the Transportation CFP, Water CFP, Sewer CFP, and Storm CFP.

The City has received a total of \$9,829,120 in grant funding from the Transportation Improvement Board for this project, which includes approximately \$6.7 million for the construction phase.

6) <u>Attachments</u>:

- A. Project Overview
- B. Bid Tabulation