

TO: City Council
FROM: Joseph Norman, Senior Engineer
DATE: May 6, 2025
SUBJECT: Award of Bid for 2025 Pavement Maintenance project, with Lakeside Industries

1) Recommended Action:

(1) Authorize the Mayor to sign the Public Works Contract with Lakeside Industries, Inc. in the amount of \$4,010,461.49 for the 2025 Pavement Maintenance project; (2) authorize road closures and detours as required for the duration of the project; (3) authorize night work adjacent to residentially-zoned properties when necessary to reduce impacts to the public and to avoid impact to critical public services; and (4) increase the change order authority provided to the Transportation and Engineering Director under Tumwater Municipal Code 2.14.060 to Twenty Percent (20%) for this project.

The above-requested actions were recommended for approval by the Public Works Committee at the February 20, 2025, meeting.

2) Background:

Staff has developed the Transportation Benefit District (TBD) funded 2025 Pavement Maintenance project to meet the needs of the pavement preservation program, proposed 10-year TBD segments, and the priorities map utilized when approaching citizens regarding formation of the TBD. This year's project includes a blend of arterials, collectors, and local residential streets. The project focuses on pavement rehabilitation and overlays, but will also include curb ramp replacement, crack sealing, and City-wide pavement markings.

A request for an increase to the change order authority provided to the Transportation and Engineering Director in the Municipal Code from 10% of the contract bid amount to 20% of the contract bid amount due to the nature of pavement maintenance work. Paving projects are fast-paced; most of the expensive work for the project will occur this summer in less than two months' time. Staff require the ability to react to project changes quickly to avoid project delay claims. An increase in change order authority can allow the option of moving street segments with planned future maintenance forward if the bid prices are favorable.

Bids for the project were opened on April 24th, 2025. Four bids were received ranging from \$4,010,461.49 to \$4,915,570.41. The Engineer's estimate for the construction contract is \$3,994,179.60. The lowest bidder, Lakeside Industries, Inc. is within 10% of the Engineer's estimate.

3) Policy Support:

Strategic Priorities and Goals 2025-2026:

Create and Maintain a Transportation System Safe for All Modes of Travel – Continue improving the maintenance of the transportation system.

4) Alternatives:

- ☐ Reject all bids and cancel the project.
 - ☐ Reject all bids and re-advertise the project.
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5) Fiscal Notes:

The majority of funding for this project comes from the Transportation Benefit District. Items may be paid through Transportation, Sewer, and Storm CFP as applicable.

6) Attachments:

- A. Paving Schedule Vicinity Map
- B. Official Bid Tabulation