



Office of the City Manager

CONSENT CALENDAR
July 24, 2018

To: Honorable Mayor and Members of the City Council
 From: Dee Williams-Ridley, City Manager
 Submitted by: Phillip L. Harrington, Director, Department of Public Works
 Subject: Reject Bids – Panoramic Hill Rehabilitation Project, Specification No. 18-11180-C

RECOMMENDATION

Adopt a Resolution authorizing the City Manager to reject bids and direct staff to re-advertise the work associated with the Panoramic Hill Rehabilitation Project, Specification No. 18-11180-C.

FISCAL IMPACTS OF RECOMMENDATION

Additional staff and consultant time will be required to re-advertise the Panoramic Hill Rehabilitation Project (Project). Public Works Department (PW) staff believes contractors are currently busy, and current bid prices are at a premium due to the market. Staff anticipates advertising this project at a later date will lower overall project construction costs.

CURRENT SITUATION AND ITS EFFECTS

Streets throughout Berkeley are scheduled for repaving as part of the City's Five-Year Street Paving Plan (Paving Plan). This project is for construction of approximately 1.6 miles of City streets (see Attachment 2: Location Map and List of Streets), and includes reconstruction of selected streets. A significant amount of street work has already been scheduled in the Bay Area this year, and many contractors who perform this type of work have their resources fully committed. Staff believes this bidding atmosphere is driving up prices. Staff plans to rebid this Project in winter 2018 to start construction in spring 2019.

BACKGROUND

Streets are selected for rehabilitation each year based on a field assessment of pavement condition performed by Public Works staff; the Scorecard Process, a procedure developed for prioritizing street improvements during the Measure M outreach process led by the Public Works Commission; and other criteria in accordance with the City's Street Rehabilitation and Repair Policy and the Paving Plan.

This Project is for streets designated for construction in calendar year 2018, and has gone through the planning process, coordination with outside utility companies,

preliminary cost estimates, field investigations, surveys, and extensive design prior to implementation.

The Project was released for construction bids (Specification No. 18-11180-C) May 14, 2018. The City received one bid from Pacific Infrastructure Construction, LLC (Pacific), which was opened on May 31, 2018 (see Attachment 3, Abstract of Bids). The non-local bid was for \$4,993,384, an amount which exceeds the available budget for the Project, and is approximately \$1.2 million over the Engineer's estimate of \$3.8 million.

ENVIRONMENTAL SUSTAINABILITY

During analysis and revision of the Five-Year Street Paving Plan, the project locations were analyzed for possible green infrastructure improvements to treat urban runoff before entering the storm drain system. It was determined that green infrastructure improvements would be more beneficial at different paving locations.

RATIONALE FOR RECOMMENDATION

Staff considered awarding the contract to Pacific, but determined it would not be in the City's best interest, because it exceeds the City's estimate and budget for the Project. The work requires contracted services, as the City does not possess the in-house labor or equipment resources necessary to complete the Project. Staff believes bidding these projects at a later date will reduce the overall construction cost.

ALTERNATIVE ACTIONS CONSIDERED

Staff considered awarding the project to Pacific, but determined it would be in the City's best interest to re-advertise the project at a later date.

CONTACT PERSON

Nisha Patel, Manager of Engineering/ City Engineer, Public Works (510) 981-6406
Joe Enke, Supervising Civil Engineer, Public Works (510) 981-6411

Attachments:

- 1: Resolution
2. Location Map and List of Streets for Project
- 3: Abstract of Bids

RESOLUTION NO. ##,###-N.S.

REJECT BIDS AND DIRECT STAFF TO RE-ADVERTISE THE PANORAMIC HILL
REHABILITATION PROJECT

WHEREAS, the Panoramic Hill Rehabilitation Project (Project) is part of the City's ongoing Street Capital Improvement Program to rehabilitate deteriorated streets located throughout the City; and

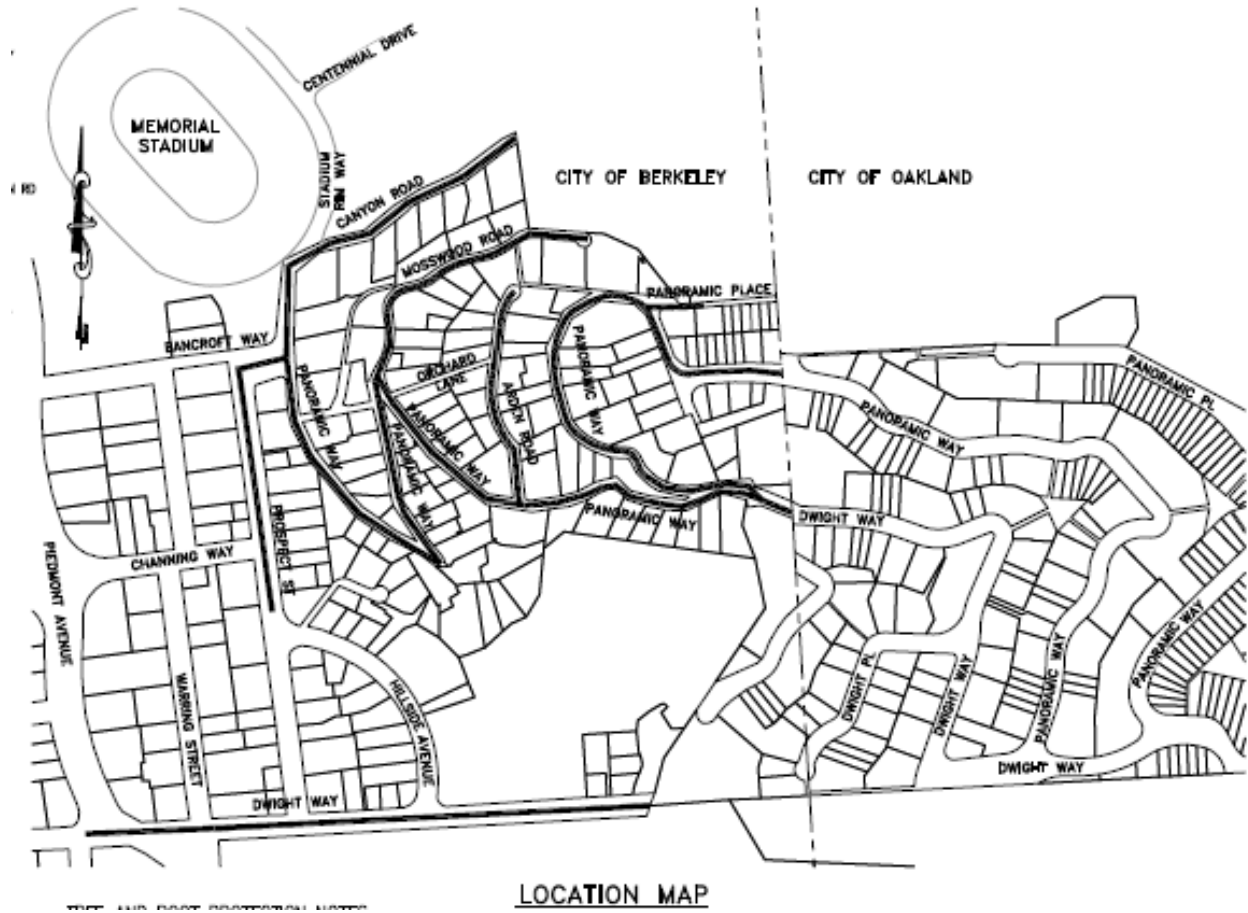
WHEREAS, the City has neither the labor nor the equipment necessary to undertake this Project; and

WHEREAS, an invitation for bids was duly advertised (Specification No. 18-11180-C), on which the sole bid received was from Pacific Infrastructure Construction, LLC, and exceeded the City's estimate and available budget for the project; and

WHEREAS, staff have evaluated the bid received and determined it to be in the City's best interest to re-advertise the project.

NOW THEREFORE, BE IT RESOLVED by the Council of the City of Berkeley that the bid from Pacific Infrastructure Construction, LLC is rejected and the City Manager is authorized to re-bid the Panoramic Hill Rehabilitation Project, Specification No. 18-11180-C.

Attachment 2: Location Map and List of Streets for Project



Street	From	To
Arden	Panoramic	End
Bancroft	Prospect	Panoramic
Canyon	Bancroft	#67 Canyon
Dwight	Piedmont	East End
Dwight	Panoramic	East City Limit (Oakland border)
Mosswood	Panoramic	End
Panoramic Place	Panoramic	#8 Panoramic Place
Panoramic Way	Bancroft	#340 Panoramic (Oakland border)
Prospect	Hillside	Bancroft

