



City Council Report

915 I Street, 1st Floor

Sacramento, CA 95814

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File #: 2016-01074

Consent Item 07

Title: Rejection of Bids for Carlson Drive Improvements Project (T15145800)

Recommendation: Pass a Motion rejecting bids for the Carlson Drive Improvements Project (T15145800)

Location: Carlson Drive and H and J Streets, District 4

Contact: Adam Randolph, Senior Engineer, (916) 808-7803; Nicholas Theocharides, Engineering Services Manager, (916) 808-5065, Department of Public Works

Presenter: None

Department: Public Works Department

Attachments:

1-Description/Analysis

Description/Analysis

Issue Detail: The Carlson Drive Improvements Project (T15145800) was advertised on June 29, 2016, and bids were received on July 27, 2016. Bids received were substantially higher than anticipated in the Engineers' Estimate. This is likely due to the time constraints placed on the contract in order for the work at Sacramento State University to be performed while school is not in session. The \$400,000 funding gap would need to be addressed with some type of local funding not currently programmed for this project. Rejecting all bids will allow for the project to be advertised again in spring 2017 when bid prices are anticipated to be more competitive and the work schedule will be less constrained.

Policy Considerations: The action requested herein is consistent with City Code section 3.60.140, which requires that rejection of bids for contracts of \$100,000 or more must be approved by the City Council.

Economic Impacts: None.

Environmental Considerations: California Environmental Quality Act

(CEQA/NEPA): It has been determined that the Carlson Drive Improvements Project (T15145800) meets the criteria for a Categorical Exemption pursuant to the California Environmental Quality Act (CEQA) and Categorical Exclusion pursuant to the National Environmental Policy Act (NEPA). There is no substantial evidence that the project will have a significant effect on the environment.

Sustainability: The Carlson Drive Improvements Project is consistent with the City's Sustainability Master Plan goals of enhancing the pedestrian facilities in the public right-of-way, reducing dependence on the private automobile, and encouraging pedestrian trips.

Commission/Committee Action: None.

Rationale for Recommendation: Bids received for the project were substantially higher than estimated. The higher than expected bids have created a shortfall in available funding for the project. Staff believes that delaying bids until early 2017 will produce a more favorable bidding environment due to an increase in interested bidders, more flexible scheduling around Sacramento State classes, and more favorable seasonal conditions.

The Carlson Drive Improvements Project (T15145800) was advertised and the following bids were received on July 27, 2016:

Contractor	Bid Amount	DBE Participation (Goal 5 %)
Pacific Infrastructure Construction	\$1,248,780	Not analyzed
Sierra National Construction	\$1,338,830	Not analyzed
B&M Builders	\$1,497,660	Not analyzed

The engineer's estimated construction cost of the Carlson Drive Improvements Project was \$1,006,000.

Financial Considerations: Based on the bids received, the estimated total project cost with the apparent low bid is \$2,001,558. The total funding available for the project is \$1,681,662. With limited local funding available, it is recommended that these bids be rejected.

Local Business Enterprise (LBE): Not applicable for this action.