



Agenda Report

Fullerton City Council

MEETING DATE: NOVEMBER 20, 2018

TO: CITY COUNCIL / SUCCESSOR AGENCY

SUBMITTED BY: KENNETH A. DOMER, CITY MANAGER

PREPARED BY: YELENA VORONEL, ACTING DIRECTOR OF PUBLIC WORKS
JUAN ZAVALA, ASSISTANT ENGINEER

SUBJECT: VALENCIA DRIVE / BASQUE AREA INFRASTRUCTURE IMPROVEMENT PROJECT

SUMMARY

Award a construction contract to Lucas Builders, Inc. for the Valencia Drive / Basque Area Infrastructure Improvement Project.

RECOMMENDATION

1. Approve plans and specifications for the Valencia Drive / Basque Area Infrastructure Improvement Project.
2. Approve budget transfers to Project 44033 Valencia Drive / Basque Area Infrastructure Improvement Project in the following amounts:
 - \$776,000 from Gas Tax Fund Balance
 - \$1,728,000 of Sewer Enterprise Fund from Projects 51418 and 51419, Annual Sewer Replacement Programs F.Y. 2017-18 and 2018-19
 - \$987,000 of Water Fund from Project 53618, Water Main Replacement F.Y. 2017-18.
3. Award the construction contract for the Valencia Drive / Basque Area Infrastructure Improvement project, in a form approved by the City Attorney, to Lucas Builders, Inc. in the amount of \$3,635,901.
4. Authorize the Director of Public Works to approve any future change orders for construction and professional engineering construction support services within the approved project budget.

PRIORITY POLICY STATEMENT

This item matches the following Priority Policy Statement:

- Infrastructure and City Assets.

FISCAL IMPACT

Funding for this project is from Gas Tax, Sewer Enterprise, Water, and Community Development Block Grant (CDBG) Funds. CDBG funds in the amount of \$743,962 can only be used for street improvements. Budget transfers recommended by staff are required to provide sufficient funding for construction. A Budget Data Sheet is attached for City Council's reference (Attachment 1).

DISCUSSION

Seven bids were received on November 1, 2018 for the Valencia Drive / Basque Area Infrastructure Improvement Project. GRFCO, Inc. of Brea submitted the lowest bid in the amount of \$3,272,925. Staff evaluated the GRFCO, Inc. bid and found it to be incomplete. The bid failed to include CDBG documents that are required for the bid to comply with CDBG funding regulations. Therefore, the second lowest bidder, Lucas Builders from La Habra in the amount of 3,635,901, was evaluated by staff and found acceptable. The second lowest bid as submitted is approximately 18% above the engineer's estimate of \$3,091,000. As such, staff is recommending award of the project to the lowest responsible and responsive bidder, Lucas Builders, Inc.

The scope of work includes the replacement of approximately 0.5 mile of water pipe and one mile of sewer pipe that have reached the end of their useful service lives. In conjunction with the water and sewer line replacement, the project will include reconstruction and rehabilitation of roadway pavement that is currently in poor condition. Valencia Drive improvements include sewer, water, and street while Basque Avenue, Locust Drive, and Oak Avenue only include sewer and street improvements. Project improvements will also include replacement of deteriorated curb, gutter, sidewalk, cross and spandrel, and installation of ADA access ramps. See Attachment 2 for project limits.

The tentative construction start date is early January 2019 with an anticipated project completion in late July 2019.

An environmental assessment has been prepared in accordance with the California Environmental Quality Act guidelines, and it has been determined that the project is categorically exempt.

Attachments:

- Attachment 1 – Budget Data / Summary of Bids
- Attachment 2 – Project Location Map