



# CITY COUNCIL AGENDA STATEMENT



July 28, 2020

File ID: 20-0201

## **TITLE**

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CHULA VISTA AWARDING A CONTRACT FOR THE "HAZEL G COOK ELEMENTARY SCHOOL PEDESTRIAN IMPROVEMENTS (TRF0384)" PROJECT AND "KELLOGG ELEMENTARY SCHOOL PEDESTRIAN IMPROVEMENT (STL0410)" PROJECT TO HMS CONSTRUCTION, INC. IN THE AMOUNT OF \$600,000; AMENDING THE FY 2020/21 CIP PROGRAM BUDGETS; AND APPROPRIATING FUNDS THEREFOR (4/5 VOTE REQUIRED)

## **RECOMMENDED ACTION**

Council adopt the resolution.

## **SUMMARY**

On July 1, 2020, the Director of Engineering and Capital Projects received four (4) bids for the "Hazel G. Cook Elementary School Pedestrian Improvements (TRF0384)" and "Kellogg Elementary School Pedestrian Improvements (STL0410)" project. The project is included in the Capital Improvement Program for Fiscal Year 2019/2020. The proposed resolution, if approved, would 1) accept bids; 2) award the contract for this project to HMS Construction, Inc. in the amount of \$600,000; and 3) appropriate additional funds to cover project costs.

## **ENVIRONMENTAL REVIEW**

The Director of Development Services has reviewed the proposed project for compliance with the California Environmental Quality Act (CEQA) and has determined that the project qualifies for a Categorical Exemption pursuant to State CEQA Guidelines Section 15301 Class 1 (Existing Facilities), Section 15302 Class 2 (Replacement or Reconstruction), and Section 15303 class 3 (New Construction or Conversion of Small Structures) because the proposed project would not result in a significant effect on the environment, create a cumulative impact, damage a scenic highway, or cause a substantial adverse change in the significance of a historical resource. Thus, no further environmental review is required.

## **BOARD/COMMISSION/COMMITTEE RECOMMENDATION**

Not applicable.

## **DISCUSSION**

CIP projects TRF0384 and STL0410 are locally funded projects. The scope of work includes installing curb extensions, raised medians, additional signage and striping at both Cook Elementary School and Kellogg

Elementary School. The scope of work also includes a traffic signal upgrade at the intersection of East L Street and Cuyamaca Avenue near Cook Elementary School.

Bidding Process

On June 5, 2020, Engineering and Capital Projects Staff advertised the project and received four (4) bids on July 1, 2020. The base bid totals from the prime contractors were as follows:

<u>Ranking</u>	<u>Contractor</u>	<u>Base Bid Amount</u>
1	HMS Construction, Inc.	\$600,000.00
2	DBX, Inc	\$632,082.70
3	Blue Pacific Engineering & Construction	\$637,887.00
4	Tri-Group Construction & Development	\$644,111.00

The low bid by HMS Construction, Inc. of \$600,000.00 is \$113,901 (approximately 15.9%) below the Engineer’s estimate of \$713,901. HMS Construction, Inc. is currently an active licensed Class “A”, General Engineering Contractor (License No. 765590) and has performed similar work in the region with satisfactory performance.

Staff recommends awarding CIP TRF0384 & STL0410 to HMS Construction, Inc. and appropriating \$50,100 in Traffic Signal and Gas Tax funds to cover the total project cost of \$777,000 as shown below in the Current-Year Fiscal Impact section.

Disclosure Statement

Attachment 1 is a copy of the Contractor’s Disclosure Statement.

Wage Statement

The Contractor that is awarded the contract and its subcontractors are required to pay prevailing wages to persons employed by them for work under this contract. The prevailing wage scales are those determined by the Director of Industrial Relations, State of California.

**DECISION-MAKER CONFLICT**

Staff has reviewed the property holdings of the City Council members and has found no property holdings within 1,000 feet of the boundaries of the property which is the subject of this action. Consequently, this item does not present a disqualifying real property-related financial conflict of interest under California Code of Regulations Title 2, section 18702.2(a)(7) or (8), for purposes of the Political Reform Act (Cal. Gov’t Code §87100, et seq.).

Staff is not independently aware, and has not been informed by any Council member, of any other fact that may constitute a basis for a decision-maker conflict of interest in this matter.

**CURRENT-YEAR FISCAL IMPACT**

Approval of this resolution will result in the appropriation of \$16,600 in Traffic Signal Funds to TRF0384 and the transfer of \$33,500 in Gas Tax Funds from STL0445 to STL0410 and will initiate the construction

phase of TRF0384 and STL0410. Sufficient funds are available for said appropriations; therefore, there is no additional impact to the Traffic Signal and Gas Tax funds.

Summary of Construction Costs for TRF0384 and STL0410 are as follows:

<u>Funds Required for Construction (TRF0384 &amp; STL0410)</u>	
A. Contract Amount	\$600,000
B. Contract Contingency	\$65,000
C. Construction Inspection Staff Cost	\$65,000
D. Engineering Staff Cost	\$47,000
<u>Total Funds Required for Construction</u>	<u>\$777,000</u>

<u>Available Funding</u>	
A. Project Budget (TRF0384)	\$576,100
B. Project Budget (STL0410)	\$150,800
C. Appropriation of Traffic Signal Funds (TRF0384)	\$16,600
D. Transfer Gas Tax Funds from STL0445 to STL0410	\$33,500
<u>Total Funds Available for Construction</u>	<u>\$777,000</u>

**ONGOING FISCAL IMPACT**

Upon completion of the project, the improvements will require only routine street maintenance.

**ATTACHMENTS**

1. Disclosure Statement
2. Project Location Map

*Staff Contact: Yan Fen Liu, Associate Engineer*