

COUNCIL RESOLUTION NO. 2014-\_\_\_\_\_

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CHULA VISTA ACCEPTING BIDS, AWARDING THE CONTRACT FOR THE "EAST ORANGE AVENUE BIKE LANE IMPROVEMENTS BETWEEN MAX AVENUE AND MELROSE AVENUE IN THE CITY OF CHULA VISTA (CIP# STM377)" PROJECT TO PALM ENGINEERING CONSTRUCTION COMPANY, INC., IN THE AMOUNT OF \$173,977.05, WAIVING CITY COUNCIL POLICY 574-01, AND AUTHORIZING THE EXPENDITURE OF ALL AVAILABLE CONTINGENCY FUNDS IN AN AMOUNT NOT TO EXCEED \$30,000

WHEREAS, this project is included in the FY2013/2014 Capital Improvement Program (CIP) budget to add a westbound bike lane along East Orange Avenue between Max Avenue and Melrose Avenue; and

WHEREAS, the City of Chula Vista was awarded a Bicycle Transportation Account (BTA) grant to cover construction costs; and

WHEREAS, the Development Services Director has reviewed the proposed activity for compliance with the California Environmental Quality Act (CEQA) and has determined that the activity qualifies for a Class 4 (h) categorical exemption pursuant to Section 15304 [Minor Alterations to Land] of the State CEQA Guidelines; and

WHEREAS, on February 12, 2014, after a public bidding process, the Director of Public Works received nine (9) sealed bids for the "East Orange Avenue Bike Lane Improvements between Max Avenue and Melrose Avenue in the City of Chula Vista (STM377)" project; and

WHEREAS, the nine (9) bids are as follows:

	<b>CONTRACTOR</b>	<b>BID</b>
1	Palm Engineering Construction Co., Inc. – San Diego, CA	\$173,977.05
2	A.B. Hashmi, Inc. – San Diego, CA	\$182,983.00
3	Just Construction, Inc. – San Diego, CA	\$188,369.00
4	Tri-Group Construction & Development – San Diego, CA	\$193,955.00
5	PAL General Engineering, Inc. – San Diego, CA	\$225,300.00
6	New Century Construction, Inc. – Lakeside, CA	\$239,715.00
7	Falcon Construction Co. – San Diego, CA	\$242,655.00
8	Ramona Paving and Construction Co. – Ramona, CA	\$248,569.50
9	Visionary Construction and Consulting Company – Escondido, CA	\$314,881.00

WHEREAS, the low bid submitted by Palm Engineering Construction Company, Inc. is below the Engineer's estimate of \$261,710 by \$87,732.95 (approximately 33.5%); and

WHEREAS, Palm Engineering Construction Company, Inc. has performed similar work in the City with satisfactory performance; and

WHEREAS, Palm Engineering Construction Company, Inc. is a licensed General Engineering Contractor (Class A) with a current and active License No. 853930; and

WHEREAS, 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; and

WHEREAS, sufficient BTA funds and TransNet funds are available in the CIP Project No. STM377 to complete the project; and

WHEREAS, a breakdown of construction costs is as follows:

<b>FUNDS REQUIRED FOR CONSTRUCTION</b>	
A. Contract Amount	\$ 173,977.05
B. Contract Contingency	\$ 30,000
C. Construction Inspection Staff Cost	\$ 50,000
D. Other Staff Cost (Design Support, Survey Monument Preservation & Geotechnical)	\$15,000
<b>TOTAL FUNDS REQUIRED FOR CONSTRUCTION</b>	<b>\$268,977.05</b>

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Chula Vista, that it accept bids and awards the contract for the "East Orange Avenue Bike Lane Improvements between Max Avenue and Melrose Avenue in the City of Chula Vista (STM377)" project to Palm Engineering Construction Company, Inc. in the amount of \$173,977.05.

BE IT FURTHER RESOLVED that the City Council of the City of Chula Vista does hereby waive Council Policy No. 574-01 and authorize the expenditure of all available contingency funds in an amount not to exceed \$30,000.

Presented by

Approved as to form by

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Richard A. Hopkins  
Director of Public Works

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Glen R. Googins  
City Attorney