



AGENDA REPORT

SAN CLEMENTE CITY COUNCIL MEETING

Meeting Date: May 21, 2019

Agenda Item 6-S
 Approvals: _____
 City Manager [Signature]
 Dept. Head [Signature]
 Attorney _____
 Finance [Signature]

Department: Public Works / Engineering Division
Prepared By: Chris Tanio, Associate Civil Engineer
 Tom Bonigut, Public Works Director/City Engineer

Subject: *REJECT CONSTRUCTION CONTRACT BIDS, FOR STREET REHABILITATION FOR VIA PICO PLAZA, PROJECT NO. 13315; AND STREET REHABILITATION FOR: CALLE DE LOS MOLINOS, CALLE DE INDUSTRIAS, AND AVENIDA NAVARRO, PROJECT NO. 16352 AND 16353; AND FOR STREET REHABILITATION FOR AVENIDA PICO, PROJECT NO. 17329.*

Fiscal Impact: None, if bids are rejected as recommended.

Summary: Staff recommends that Council reject all bids for the subject project as further discussed below.

Discussion: Several street improvement projects were recently advertised for public bidding, and they were grouped together due to their close proximity. In general, the scope of work includes selected full pavement section reconstruction, repair of failed pavement areas, asphalt grinding and new overlay, installation of new curb ramps and upgrade of existing curb ramps, traffic signal head replacements, replacement of deficient curb and gutter, installation of new sidewalk and re-striping. The project street segments include the following which are depicted on the attached map:

- Calle De Los Molinos from Avenida Pico to Avenida Navarro;
- Calle De Industrias from Avenida Pico to Calle De Los Molinos;
- Avenida Navarro from Avenida Pico to Calle De Los Molinos;
- Avenida Pico from Via Pico Plaza to Calle De Los Molinos; and
- Via Pico Plaza from Avenida Pico to the end of Via Pico Plaza.

Bids were opened on April 25, 2019 and two bids were received. The lowest bid of \$1,940,486.42 was received from RJ Noble and the second lowest bid of \$1,942,032.00 was from Excel. Both bids significantly exceed the current approved budget of about \$1.2 million, which may be due in part to changes in construction costs since these projects were proposed over four years ago. These projects were placed on hold pending completion of the I-5/Pico interchange reconstruction and completion of overhead utility undergrounding on Los Molinos north of Pico. Given the significant increased cost, staff recommends Council approval to reject all bid and re-advertise the project which is allowed per Section 21066 of the Public Contract Code.

Staff intends to re-bid the project in phases, with streets north of Avenida Pico to be pursued first since there are higher priority needs in that area. Other street segments will be considered for inclusion with other future planned street projects.

Recommended

Action: STAFF RECOMMENDS THAT the City Council:

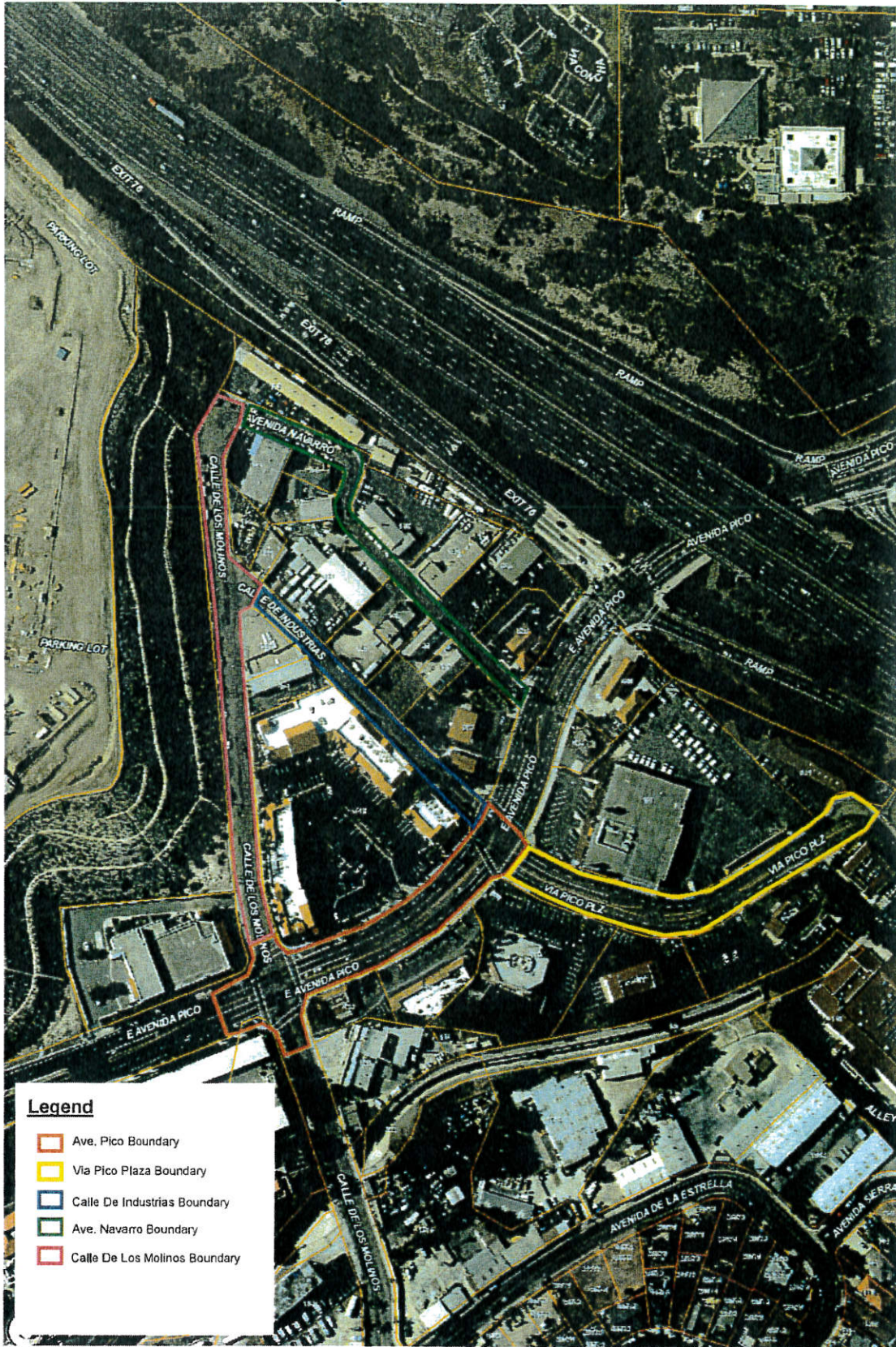
1. Reject all bids for Street Rehabilitation for Via Pico Plaza, Project No. 13315; Street Rehabilitation for Calle De Los Molinos, Calle De Industrias, and Avenida Navarro, Project Nos. 16352 and 16353; and Street Rehabilitation for Avenida Pico, Project No. 17329 pursuant to Section 20166 of the Public Contract Code; and
2. Authorize staff to re-bid the projects discussed in this report.

Notification: Project bidders.

Attachment: Location map.

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City of San Clemente



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