

**COUNTY OF SAN LUIS OBISPO BOARD OF SUPERVISORS  
AGENDA ITEM TRANSMITTAL**

(1) DEPARTMENT Public Works	(2) MEETING DATE 2/23/2016	(3) CONTACT/PHONE Jeff Werst, Design Division Manager (805) 781-4480	
(4) SUBJECT Submittal of bid opening report for the 2015-16 Asphalt Overlay, Various South County Roads, San Luis Obispo County, to award the subject contract to CalPortland Construction the lowest responsive, responsible bidder, in the amount of \$1,839,551; authorize a corresponding budget adjustment in a total amount of \$2,401,770 to increase appropriation funding and associated funding for the project; and approve and execute a reimbursement agreement with Oceano Community Services District in the amount of \$35,900. District 4			
(5) RECOMMENDED ACTION In accordance with applicable State Law, it is recommended that the Board: <ol style="list-style-type: none"> <li>1. Award the subject contract (no. 300559) to CalPortland Construction, the lowest responsive, responsible bidder, at \$1,839,551.50;</li> <li>2. Authorize the Public Works Director or his designee to approve change orders for a contingency amount up to \$184,000 for traffic control and supplemental work, for a final total construction amount of \$2,023,551.50;</li> <li>3. Authorize a budget adjustment in the amounts of \$2,365,870 to increase the funding appropriation of the project and a \$35,900 increase for work to adjust existing water valve and sewer manhole covers to the funding appropriation and associated funding for the project, for a total amount of \$2,401,770, by 4/5 vote; and</li> <li>4. Approve and execute the attached Reimbursement Agreement with the Oceano Community Services District (OCSD) in the amount of \$35,900.</li> </ol>			
(6) FUNDING SOURCE(S) Road Fund Payment Management Program, Oceano Community Services District	(7) CURRENT YEAR FINANCIAL IMPACT Estimated Project Cost = \$2,401,770.00	(8) ANNUAL FINANCIAL IMPACT \$0.00	(9) BUDGETED? Yes
(10) AGENDA PLACEMENT <input checked="" type="checkbox"/> Consent <input type="checkbox"/> Presentation <input type="checkbox"/> Hearing (Time Est. ___) <input type="checkbox"/> Board Business (Time Est. ___)			
(11) EXECUTED DOCUMENTS <input type="checkbox"/> Resolutions <input checked="" type="checkbox"/> Contracts <input type="checkbox"/> Ordinances <input type="checkbox"/> N/A			
(12) OUTLINE AGREEMENT REQUISITION NUMBER (OAR)  19001614		(13) BUDGET ADJUSTMENT REQUIRED? BAR ID Number: 1516080 <input checked="" type="checkbox"/> 4/5 Vote Required <input type="checkbox"/> N/A	
(14) LOCATION MAP Attached	(15) BUSINESS IMPACT STATEMENT? No	(16) AGENDA ITEM HISTORY <input type="checkbox"/> N/A    Date: 12/15/15 #1	
(17) ADMINISTRATIVE OFFICE REVIEW David E. Grim			
(18) SUPERVISOR DISTRICT(S) District 4			

Reference: 16FEB23-C-1

# County of San Luis Obispo



TO: Board of Supervisors  
FROM: Public Works  
Jeff Werst, Design Division Manager  
Don Spagnolo, Project Manager  
VIA: Dave Flynn, Deputy Director of Public Works  
DATE: 2/23/2016

SUBJECT: Submittal of bid opening report for the 2015-16 Asphalt Overlay, Various South County Roads, San Luis Obispo County, to award the subject contract to CalPortland Construction the lowest responsive, responsible bidder, in the amount of \$1,839,551; authorize a corresponding budget adjustment in a total amount of \$2,401,770 to increase appropriation funding and associated funding for the project; and approve and execute a reimbursement agreement with Oceano Community Services District in the amount of \$35,900. District 4

## **RECOMMENDATION**

In accordance with applicable State Law, it is recommended that the Board:

1. Award the subject contract (no. 300559) to CalPortland Construction, the lowest responsive, responsible bidder, at \$1,839,551.50;
2. Authorize the Public Works Director or his designee to approve change orders for a contingency amount up to \$184,000 for traffic control and supplemental work, for a final total construction amount of \$2,023,551.50;
3. Authorize a budget adjustment in the amounts of \$2,365,870 to increase the funding appropriation of the project and a \$35,900 increase for work to adjust existing water valve and sewer manhole covers to the funding appropriation and associated funding for the project, for a total amount of \$2,401,770, by 4/5 vote; and
4. Approve and execute the attached Reimbursement Agreement with the Oceano Community Services District (OCSD) in the amount of \$35,900.

## **DISCUSSION**

In accordance with direction from your Board, bids for the subject contract were opened on Thursday, January 14, 2016.

Four bids were received. They are as follows:

Engineer's Estimate	\$2,384,875.00
CalPortland Construction	\$1,839,551.50
Papich Construction Co., Inc.	1,905,999.00
Granite Construction Company	2,078,754.00
Whitaker Construction Group, Inc.	2,210,440.50

The low bid came in 23% below the Engineer's Estimate. The low bid prices are primarily reflective of reduced oil prices which were not reflected in the Engineer's estimate. We have reviewed the submittal from CalPortland Construction and verified that they are the lowest responsive, responsible bidder.

The project will also necessitate raising existing sewer manhole and water valve covers to the surface of the new asphalt pavement. To coordinate this work in Oceano the OCSD requested their covers be raised as part of the County's construction contract. The contractor will perform the work and the OCSD will reimburse the County as outlined in the attached reimbursement agreement.

#### Project Background Information

This asphalt concrete overlay contract is part of the Department of Public Works' Annual Pavement Maintenance Plan resurfaces existing roads to extend the service life of the pavement. This work is necessary to halt further deterioration of these paved roads, and to improve safety and operation. This project is one of three overlay contracts that will be completed this year utilizing the \$11M (\$9.3M for pavement overlay and \$1.9M for pavement seal coats) from this fiscal year's pavement management program. The project will be constructed in the spring of 2016.

This contract provides for a pavement overlay on:

- Frontage Road from Los Berros Road to Summit Station Road
- Elm Street from Hwy 1 to Arroyo Grande City limits
- Paso Robles Street from Hwy 1 to Elm Street
- Eucalyptus Road from Tefft Street to Osage Street
- El Campo Road from Halcyon Road to Hwy 101

The project will place new hot mix asphalt, with no expansion of the currently paved area, for a total length of approximately 5.5 miles. These roads were confirmed for overlay through the County's Pavement Management Program and on-site inspection.

Existing pedestrian curb ramps will be upgraded to meet ADA requirements as part of the project.

## **OTHER AGENCY INVOLVEMENT/IMPACT**

Area utility companies have been alerted of our construction schedule and advised to proceed with any subsurface work prior to our paving project. Various utility valve lids and vaults will be adjusted to the newly constructed street grades. These are obligations of the utilities.

County Counsel has approved the contract as to legal form and effect. The County Clerk formally processes the bid openings.

The County Environmental Coordinator has reviewed the project and determined that it is exempt from CEQA.

## **FINANCIAL CONSIDERATIONS**

This is a multi-year project in the Road Fund – WBS 300559. The total project costs are estimated at \$2,401,770. This is the second of three overlay projects planned in FY 15/16. Funding for the project will come from the Road Fund Pavement Management Program and Oceano Community Services District.

The entire budget for the three planned FY 15/16 AC Overlay projects resides in WBS 300550 and a portion needs to be transferred to WBS 300559. It is necessary for the Board to authorize a budget adjustment, in the amount of \$2,365,870, by a 4/5<sup>th</sup> vote to increase the funding appropriation of the project.

This project also includes a reimbursement agreement with Oceano Community Services District, in the amount of \$35,900, for water valve and sewer manhole work. It is necessary for the Board to authorize a budget adjustment, in the amount of \$35,900, by a 4/5 vote to increase the appropriation and the associated funding for this project.

Please see Exhibit “A” for an estimated cost breakdown of the project.

## **RESULTS**

The immediate result of the recommended action will be the construction of this project, which will improve the road for the safety of the motoring public. This, in turn, will result in a safer, more livable community.

## **ATTACHMENTS**

1. Vicinity Map
2. Exhibit A – Project Cost Estimates
3. Reimbursement Agreement

File: Contract No. 300559

c: Resident Engineer  
Construction Engineer  
CalPortland Construction, Contractor

Reference: 16FEB23-C-1

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