



# MONROE CITY COUNCIL

## Agenda Bill No. 19-087

<b>SUBJECT:</b>	<b>Award Bid and Authorize the Mayor to Sign Contract with Cadman Materials, Inc. for the 2019 Annual Road Maintenance Project</b>
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<b>DATE:</b>	<b>DEPT:</b>	<b>CONTACT:</b>	<b>PRESENTER:</b>	<b>ITEM:</b>
04/23/2019	Public Works Design & Construction	Kim Klinkers	Kim Klinkers	<b>Consent Agenda #3</b>

**Discussion:** 12/11/2018; 01/22/2019; 04/23/2019

**Attachments:** 1. Project Location Map

**REQUESTED ACTION:** Move to award the 2019 Annual Road Maintenance Project, M2019-0002, construction contract in the amount of \$1,377,462; authorize the Mayor to sign the construction contract thereto; and expressly authorize a contingency amount up to twenty percent to address further minor revisions as deemed necessary or appropriate per Section 5 of the Procurement Policies & Procedures.

### POLICY CONSIDERATIONS

*In accordance with Section 5 of the Procurement Policies & Procedures, projects costing more than \$300,000.00 require Council approval.*

### DESCRIPTION/BACKGROUND

The City has established a Transportation Benefit District (TBD) to help maintain existing streets. In addition, existing sidewalk ramps adjacent to the project areas are reviewed and reconstructed as necessary to be compliant with current ADA standards.

The City has a program that determines the best use of TBD funds to maximize maintenance efforts toward our citywide street system. See Attachment 1: Project Location Map for the 2019 project areas.

In years past the City has partnered with Snohomish County’s Countywide Overlay Program. This program has become larger than intended and Snohomish County has requested Monroe and other cities not to participate for the next few years.

As a result, preparation of plans, specifications, and estimate for the 2019 Annual Road Maintenance Project was authorized by Council at the January 22, 2019, regular business meeting. Engineering staff have completed the design and will be administering the construction contract this summer.

This Contract provides for the placement of hot mix asphalt products at various locations throughout the City of Monroe in support of the 2019 Annual Road Maintenance Program. The anticipated work includes placement of hot mix asphalt, pavement repair, road pulverization, planing or grinding, construction of ADA ramps, pavement markings, utility adjustments, traffic control and other work, all in accordance with the Contract Plans, the Contract Provisions, and the Standard Specifications.

The following streets are planned for asphalt overlays in 2019.

ON STREET	FROM STREET	TO STREET
149TH ST SE	179TH AVE SE	182ND AVE SE
KING ST	W COLUMBIA ST	BLUEBERRY LN
PARK ST	SOUTH END	MONROE ST
PIKE ST	PARK ST	S KELSEY ST
179TH AVE SE	149TH ST SE	SR 2
FRYELANDS BLVD	MAIN ST	152ND ST SE
MONROE ST	S KELSEY ST	ACCESS RD
TESTER RD	167TH AVE SE	MAIN ST
ALDEN AVE	LAWRENCE ST	JOHNSON LN
ALLEY	N KELSEY ST	POLK LN
POLK LN	W HILL ST	ACCESS RD
KIRBY DR	W MAIN ST	W COLUMBIA ST
LAWRENCE ST	WEST END	ALDEN AVE
149TH ST SE	173RD AVE SE	175TH AVE SE
174TH AVE SE	152ND ST SE	149TH ST SE
TYE ST SE	FRYELANDS BLVD SE	169TH DR SE

The project was advertised for contractor bids on March 29, and April 5, 2019. The Engineer's probable cost opinion was \$1,600,000. Two bids were received and opened on April 12, 2019, with bids ranging from \$1,377,462 to \$1,443,539, inclusive of sales taxes. The following contractors submitted the two lowest bids:

Apparent Low:	Cadman Materials, Inc.	\$ 1,377,462
Apparent Second Low:	Lakeside Industries, Inc.	\$ 1,443,539

After review, state licensing verification, and reference calls, the lowest responsive bidder is Cadman Materials, Inc. and is being offered the construction contract.

### FISCAL IMPACTS

The 2019 City Budget includes a capital item in the Street Capital Fund (F318) of \$1,102,500 for TIB/TBD supported road preservation/overlay projects with a second capital project in the same fund for \$460,000 if time and resources allow. These two projects total \$1,562,500 exclusive of staff salaries and benefits. With salaries and benefits, total budgeted capital costs for the two is \$1,602,400.

The City has a Transportation Improvement Board (TIB) grant of \$270,000 to reimburse the City for this project, specifically for work on Fryelands Blvd. The 2019 Monroe Transportation Benefit District Budget (MTBD) includes \$1,102,500 for reimbursement to the City of Monroe for allowed transportation projects, with a remaining projected ending fund balance of \$1,959,819.

For this bid award, total project cost, inclusive of bid preparation and construction management cost, is \$1,446,784, which is under the approved budget of \$1,602,400 by \$155,616. Cash flow, without use of the Fund 318 fund balance, is under by \$79,246 (see table below):

	BUDGET	CASH FLOW
TIB GRANT AVAILABLE	\$ 270,000	\$ 270,000
MTBD AVAILABLE	\$1,102,500	\$1,102,500
TOTAL AVAILABLE	\$1,372,500	\$1,372,500
TOTAL BUDGET / BID AWARD	\$1,602,400	\$1,377,462
REMAINING BUDGET	\$ 229,900	(\$ 4,962)
DESIGN COSTS	\$ 3,830	\$ 3,830
ADVERTISEMENT	\$ 454	\$ 454
CONSTRUCTION MANAGEMENT	\$ 70,000	\$ 70,000
FINAL BUDGET OVER / UNDER	\$ 155,616	(\$ 79,246)

It will be recommended that if the City Council approves this project, the City will request the MTBD to amend its 2019 budget on May 7, 2019, to allow for full reimbursement to the City for these street projects.

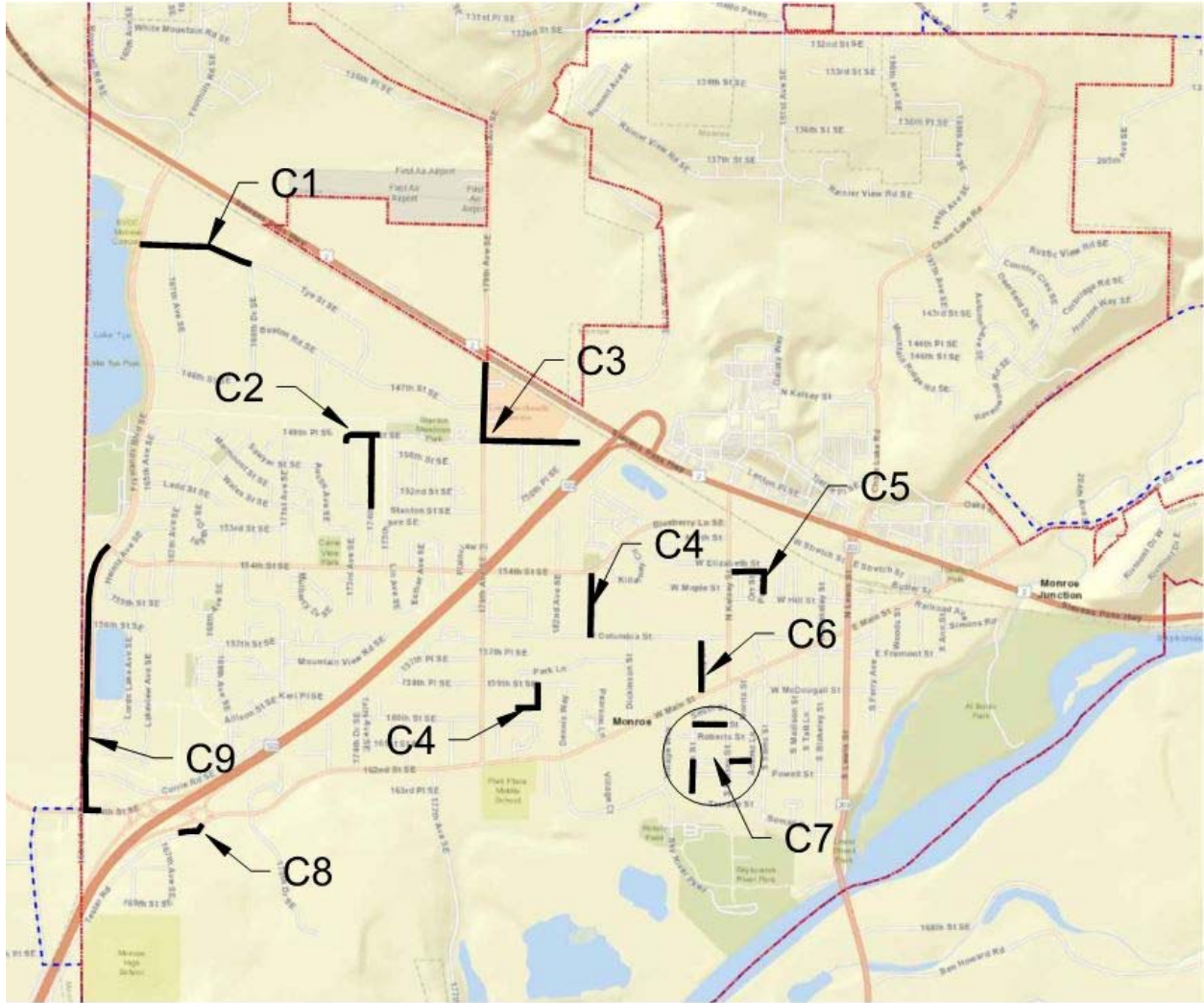
**TIME CONSTRAINTS**

Staff request action during this Council Meeting to keep with the overall planned timeline for delivering this year's capital construction projects.

**ALTERNATIVES**

1. Do not approve. Provide direction to staff.

**Attachment 1: Project Location Map**  
**2019 Annual Road Maintenance Project**



VICINITY MAP

