



Council Agenda Report

From: Ditas Esperanza, Capital Projects Engineer

Subject: Rejection of all Bids for Sierra Bonita Neighborhood Road Repairs

CEQA Determination: The City finds that this action to reject all bids is not a project subject to the California Environmental Quality Act ("CEQA") because it has no potential to result in either a direct, or reasonably foreseeable indirect, physical change in the environment. (State CEQA Guidelines, §§ 15060, subd. (c)(2)-(3), 15378.) Alternatively, the decision to reject all bids is exempt from CEQA on the basis that it can be seen with certainty that there is no possibility that the activity in question may have a significant effect on the environment. (State CEQA Guidelines, § 15061, subd. (b)(3).)

Date: July 16, 2024

Facts

1. On February 4, 2020, City Council approved the Updated Six-Year Street Maintenance and Repair Plan which outlines the specific street segments anticipated to be constructed over the remaining years of Measure E-12, the City's half-cent supplemental sales tax. The roads within the Sierra Bonita neighborhood were anticipated for rehabilitation this year.
2. In preparation, the City completed curb ramp upgrades to meet the Americans with Disabilities Act (ADA) requirements and old water service lines were upgraded and repaired for over 400 services in the neighborhood.
3. As the water service upgrade was nearing completion, staff prepared the design and bid documents to repair and resurface the roads in the neighborhood.
4. At the bid opening on May 30, 2024, the City received three (3) bids. The engineer's estimate for the project is \$ 2,750,000. The bids received were as follows:

<u>Construction Company</u>	<u>Bid Amount</u>
Papich Construction	\$2,227,995
Cen-Cal Construction	\$2,275,000
CalPortland Construction	\$2,294,000
5. On June 4, 2024, the City received a notice from the Gas Company that they are upgrading the existing gas mains within the Sierra Bonita neighborhood (see attached exhibit for further detail).
6. This requires the road to be trenched to install new gas mains. The Gas Company's project will be completed in two phases beginning June 17, 2024, and will last approximately 17 weeks.

Options

1. Take no action;
2. Reject all bids for Sierra Bonita Neighborhood Road Repairs at this time, and re-advertise once the Gas Company has completed their project;
3. Provide alternative direction to staff.

Analysis and Conclusions

Since the Gas Company is trenching the same roads included in this repair project, it is in the City's best interest to postpone the road repairs within the Sierra Bonita neighborhood until the Gas Company project is completed.

Fiscal Impact

There is no fiscal impact in rejecting the bids received.

CEQA

The City finds that this action to reject all bids is not a project subject to the California Environmental Quality Act ("CEQA") because it has no potential to result in either a direct, or reasonably foreseeable indirect, physical change in the environment. (State CEQA Guidelines, §§ 15060, subd. (c)(2)-(3), 15378.) Alternatively, the decision to reject all bids is exempt from CEQA on the basis that it can be seen with certainty that there is no possibility that the activity in question may have a significant effect on the environment. (State CEQA Guidelines, § 15061, subd. (b)(3).)

Recommendation (Option 2)

Adopt Resolution No. 24-XXX, rejecting all bids received for Sierra Bonita Neighborhood Road Repairs and authorize staff to re-advertise once the Gas Company completes their project.

Attachments

1. Resolution No. 24-XXX
 - a. Exhibit of the Gas Company's Proposed work