



TO: Board of Contracts and Awards

FROM: Kurtis D. Kingsolver, P.E., Public Works Director/City Engineer *KDK*
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COPY: City Council, Interim City Manager, City Clerk, SBE Coordinator, LEAP Coordinator, and Samol Hefley, Finance/Purchasing

SUBJECT: South 38th Streetscape; Request for Bids Specification No. PW17-0081F – May 2, 2017

DATE: April 14, 2017

SUMMARY:

The Public Works Department recommends a contract be awarded to Johansen Excavating, Inc., Buckley, WA, in the amount of \$5,679,655.75, plus a 15 percent contingency, for a cumulative total of \$6,531,604.11, excluding sales tax, budgeted from various departmental funds, for roadway and utility improvements associated with the South 38th Streetscape project.

STRATEGIC POLICY PRIORITY:

- Cultivate a vibrant cultural sector that fosters a creative, cohesive community.

This project will update the South 38th Street streetscape within the Lincoln Business District, providing roadway and utility improvements while supporting the cultural identity of the residents and businesses in the area.

BACKGROUND:

ISSUE: In 2014, the City Council set a strategic objective to focus on the development of the Lincoln Business District Neighborhood in an effort to highlight the area and help it become a destination. The Public Works Department, partnering with the Community and Economic Development Department and other City departments, artists, and local community members have identified streetscape improvements that provide public safety enhancements, meet the diverse needs of the community, and support the Council’s objectives. These improvements include new pedestrian friendly sidewalks with bulbouts and ADA upgrades and street amenities including benches, garbage cans and bike racks. Other improvements include landscaping and irrigation, artwork, roadway paving, upgraded water and storm/wastewater facilities, traffic signal and pedestrian crossing improvements and street lighting.

This project previously advertised in December 2016, with bids due in January 2017. Four bidders responded, and as all bids received exceeded available funds, the solicitation was cancelled. The Public Works Department, working jointly with the Community and Economic Development Department, modified aspects of the streetscape design to lower costs while providing a similar level of improvements to the community.

ALTERNATIVES: The alternative to awarding this contract is to reject all bids and re-evaluate the design and its application to the Lincoln Business District.



COMPETITIVE SOLICITATION: Request for Bids Specification PW17-0081F was opened April 4, 2017. Ten companies were invited to bid in addition to the normal advertising of the project. Three bids were received. The table below represents the amount of the total award.

<u>Respondent</u>	<u>Location (city and state)</u>	<u>Submittal Amount</u>	<u>Evaluated Submittal</u>
Johansen Excavating, Inc.	Buckley, WA	\$5,679,655.75	\$5,395,672.96
Marshbank Construction, Inc.	Lake Stevens, WA	\$6,075,868.50	\$5,791,885.71
Active Construction, Inc.	Puyallup, WA	\$7,456,189.09	\$7,172,206.30

Pre-bid Estimate: \$5,539,637.60

The recommended award is 3 percent above the pre-bid estimate.

CONTRACT HISTORY: New contract.

SUSTAINABILITY: The project will incorporate recycled components in the construction of the roadway, install low energy/low life-cycle cost lighting, prevent pollutant releases, promote active transportation options, and employ a local, underutilized small business for a portion of the construction.

SBE/LEAP COMPLIANCE: The recommended contractor is in compliance with the Small Business Enterprise (SBE) regulation requirements per memorandum dated April 11, 2017. The SBE goal for this project is 15 percent. The SBE participation level of the recommended contractor is 16.27 percent. Johansen Excavating, Inc. submitted the lowest evaluated bid per the SBE regulation requirements. The Local Employment and Apprenticeship Training Program (LEAP) goal is 2,930 hours.

RECOMMENDATION:

The Public Works Department recommends a contract be awarded to Johansen Excavating, Inc., Buckley, WA, in the amount of \$5,679,655.75, plus a 15 percent contingency, for a cumulative total of \$6,531,604.11, excluding sales tax, budgeted from various departmental funds, for roadway and utility improvements associated with the South 38th Streetscape project.

FISCAL IMPACT:

EXPENDITURES:

FUND NUMBER & FUND NAME *	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
Capital Projects Fund 3211-REET	CIP-00036-06-01	5330100	\$4,496,739.49
ES Surface Water Utility Fund 4301	ENV-03025-13	5330100	\$1,136,624.29
ES Wastewater Utility Fund 4300	ENV-04022-07	5330100	\$291,558.12
TPU Water Utility Fund 4600	WTR-00478-08	5330100	\$606,682.21
TOTAL			\$6,531,604.11

* General Fund: Include Department



REVENUES:

FUNDING SOURCE	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
Transportation Improvement Board (TIB) State Grant	CIP-00036-FS-AD-15	4334280	\$260,000.00
2009 LTGO Bond E	CIP-00022-19	6311000	\$585,073.00
2009 LTGO Bond F	CIP-00022-20	6311000	\$214,693.00
2010 LTGO Bond E	CIP-00031-09	6311000	\$294,530.00
Real Estate Excise Tax (REET1)	CIP-00037-EX	6311101	\$1,570,857.00
Real Estate Excise Tax (REET2)	CIP-00038-EX	6311102	\$500,000
General Fund	GNF-17A18-EX	6311010	\$1,071,586.49
ES Surface Water Utility Fund 4301	521900	Rate Revenues	\$1,136,624.29
ES Wastewater Utility Fund 4300	523900	Rate Revenues	\$291,558.12
TPU Water Utility Fund 4600	WTR-00478-08-05	6311156	\$606,682.21
TOTAL			\$6,531,604.11

FISCAL IMPACT TO CURRENT BIENNIAL BUDGET: \$6,531,604.11

ARE THE EXPENDITURES AND REVENUES PLANNED AND BUDGETED? They are partially budgeted.

IF EXPENSE IS NOT BUDGETED, PLEASE EXPLAIN HOW THEY ARE TO BE COVERED.

A portion of the General Fund and LTGO Bond funding was budgeted in the 2015-2016 budget and will be carried over through budget reappropriation. The project budget will also be amended during the reappropriation process to account for the new and additional project funding.

