



City of Tacoma

Resolution No.:

Meeting Date: August 6, 2024

**Contract and Award Letter  
Purchase Resolution —Exhibit "A"**

**TO:** Board of Contracts and Awards

**FROM:** Ramiro A. Chavez, P.E. PgMP, Director/City Engineer, Public Works  
 Geoffrey M. Smyth, P.E., Interim Director, Environmental Services  
 Josh Lauer, Project Manager, Public Works

**COPY:** City Council, City Manager, City Clerk, EIC Coordinator, LEAP Coordinator, and  
 Carly Fowler, Senior Buyer, Finance/Purchasing

**SUBJECT:** Streets Initiative Package No. 23  
 Request for Bids Specification No. PW23-0051F – August 6, 2024 City Council

**DATE:** July 8, 2024

DS  
 RACPP  
 DS  
 GMS

**RECOMMENDATION SUMMARY:** The Public Works Department requests approval to increase Contract No. CW2260547, to Reed Trucking & Excavating, Inc., Puyallup, WA, by \$380,000.00, plus applicable taxes, budgeted from the 1085 Streets Initiative Fund and 4301 Environmental Services Stormwater Fund, for unforeseen sub-surface conditions and quantity underruns. This increase will bring the contract to a cumulative total of \$4,861,195.80, plus applicable taxes.

**STRATEGIC POLICY PRIORITY:**

- Strengthen and support a safe city with healthy residents.
- Ensure all Tacoma residents are valued and have access to resources to meet their needs.
- Assure outstanding stewardship of the natural and built environment.

The project will improve the roadway and utility infrastructure by rehabilitating driving surfaces for vehicles and bicycles, replacing sidewalk curb ramps to meet ADA standards, and replacing storm sewer lines. Planting of trees within the right-of-way will also be incorporated in the project in conformance with the City's Urban Forestry Policy.

**BACKGROUND:** The voters of Tacoma approved the Street Initiatives (Proposition A and Proposition No. 3) in November 2015, approving funding to repair and improve City streets. The 2015 Voted Street Initiative Fund 1085 was created and approved by the City Council under Ordinance No. 28344 on February 9, 2016. This fund provides for arterial street improvements, non-motorized improvements, and residential street repairs.

**ISSUE:** During the course of construction, it was discovered that some of the excavation and material bid item quantities were estimated at lower than the actual required amounts. In addition to this, unserviceable sanitary pipe, maintenance holes, and catch basins were also discovered within project limits that needed to be replaced and were not part of the original design.

**ALTERNATIVES:** The alternative would have been to reduce the project scope and/or decline to replace the failing assets when they were discovered. This would not provide the best service for the Tacoma residents.



**COMPETITIVE SOLICITATION:** Request for Bids Specification No. PW23-0051F was opened June 27, 2023. Three companies were invited to bid in addition to normal advertising of the project. Three submittals were received.

Reed Trucking & Excavating, Inc. submitted a bid that resulted in the lowest evaluated submittal. The table below reflects the amount of the total award.

<u>Respondent</u>	<u>Location</u> <i>(city and state)</i>	<u>Submittal</u> <u>Amount</u>
<b>Reed Trucking &amp; Excavating, Inc.</b>	<b>Puyallup, WA</b>	<b>\$3,896,692.00</b>
Tucci & Sons, Inc.	Tacoma, WA	\$4,273,612.00
Titan Earthwork, LLC	Pacific, WA	\$4,431,807.00

Pre-bid Estimate: \$3,898,845.00

The recommended award is 0.05 percent below the pre-bid estimate.

**CONTRACT HISTORY:**

- This contract was originally awarded to Reed Trucking & Excavating, Inc. as a result of Request for Bids Specification No. PW23-0051F on August 22, 2023, in the amount of \$3,896,692.00, plus applicable taxes, plus a 15 percent contingency, for a cumulative total of \$4,481,195.80, for Streets Initiative Package No. 23.
- The proposed contract increase is for \$380,000.00, for a total of \$4,861,195.80, plus applicable taxes, for unforeseen sub-surface conditions and quantity underruns.

**SUSTAINABILITY:** The project will improve the City’s infrastructure and safety of residents by providing a new driving surface for motorized and non-motorized travel. ADA-compliant curb ramps will also be installed as part of the contract addressing social equity factors, including mobility, as well as ergonomic and human health impacts. Utility installation, upgrades, and maintenance will ensure utilities are operating at current and future demands.

**EQUITY IN CONTRACTING (EIC) COMPLIANCE:** The recommended contractor is in compliance with the EIC Regulation requirements per memorandum dated June 29, 2023. The EIC requirements for this project are 15 percent MBE, seven percent WBE, and 18 percent SBE. The EIC utilization levels of the recommended contractor, Reed Trucking & Excavating, Inc., are 18 percent MBE, 14 percent WBE, and 18 percent SBE.

**LOCAL EMPLOYMENT AND APPRENTICESHIP TRAINING PROGRAM (LEAP) COMPLIANCE:** The LEAP requirements for this project are 15 percent of the project labor hours must be worked by Local Employees and an additional 15 percent of the labor hours must be worked by Apprentices, per TMC 1.90.040.



**FISCAL IMPACT:**

**EXPENDITURES:**

FUND NUMBER & FUND NAME	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
1085 PW Streets Initiative Fund	PWK-00434-23-03	5330100	\$350,676.24
4301 ES Stormwater Fund	ENV-03032-11-04	5330100	\$29,323.76
<b>TOTAL</b>			<b>Up to \$380,000.00</b>

**REVENUES:**

FUNDING SOURCE	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
1085 Streets Initiative Fund	663020	Various	(\$350,676.24)
4301 ES Stormwater Fund	529700	6310010	(\$29,323.76)
<b>TOTAL</b>			<b>Up to (\$380,000.00)</b>

**FISCAL IMPACT TO CURRENT BIENNIAL BUDGET: \$380,000.00**

**ARE THE EXPENDITURES AND REVENUES PLANNED AND BUDGETED? Yes**

**IF EXPENSE IS NOT BUDGETED, PLEASE EXPLAIN HOW THEY ARE TO BE COVERED. N/A**