

# MEMO

**To:** Honorable Mayor and City Council

**From:** Maria D'Andrea, Director of Public Works

**Subject:** Recommendation to Approve a Construction Contract with Chavez Construction, Inc. for the East 72nd Avenue Improvements, Project No. 2014-07-PW

**Date:** August 15, 2016

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|-------------------------|---------------------------------------------------------------|
| <b>Item:</b>            | Award of Contract for E. 72 <sup>nd</sup> Avenue Improvements |
| <b>Contractor:</b>      | Chavez Construction, Inc.                                     |
| <b>Contract Amount:</b> | \$628,135.75                                                  |

## Project Description

The work to be performed under this contract includes removal of pavement markings, a mill and overlay of the entire street surface, installation of sidewalk pedestrian ramps, concrete medians, pedestrian crossing signals, and pavement striping and markings. The contractor will be required to coordinate construction activities with the local residents, Waste Management, school districts, HOA's, and metro districts, as applicable. \$284,618 in funding for the pedestrian-related portion of the project was obtained from a Federal Highway Administration "Safe Routes to School" grant.

The location of the work to be completed under this contract includes 72<sup>nd</sup> Avenue between Highway 2 and Quebec Parkway.

## Bidding & Selection Process

- Due to the grant requirements, this project is being administered by the Colorado Department of Transportation as a Local Agency Project.
- Plans and specifications were prepared by Drexel, Barrell & Company.
- Bids were solicited through a formal bidding process, which was advertised on the City website and the Rocky Mountain E-Purchasing website beginning on July 8, 2016.
- Bids were opened and read publicly at 2:00 p.m. MDT, on July 29, 2016.
- No addenda were issued during the bid phase of the project.
- The City received one (1) bid, shown below.



## MEMO CONTINUED

|                            | <b>Total Bid Price</b> |
|----------------------------|------------------------|
| Chavez Construction, Inc.  | \$628,135.75           |
| <i>Engineer's Estimate</i> | <i>\$651,762.00</i>    |

- There were no local Commerce City contractors who submitted a bid.

### Schedule

A Notice to Proceed is anticipated to be issued on or about August 22, 2016. Weather permitting, all work is scheduled to be completed by October 31, 2016.

### Financial Impact

Funding for the project will come from CIP funds and from the Safe Routes to School (SRTS) grant.

| Project Budget Breakdown    |                  |
|-----------------------------|------------------|
| SRTS Grant                  | \$284,618        |
| City Funds                  | \$505,000        |
| <b>Total Project Budget</b> | <b>\$789,618</b> |

|                            |                  |
|----------------------------|------------------|
| Design Cost                | \$ 82,432        |
| Construction               | \$628,136        |
| Construction Force Account | \$ 25,000        |
| Construction Management    | \$ 22,000        |
| <b>Total</b>               | <b>\$781,194</b> |

|            |                |
|------------|----------------|
| <b>Net</b> | <b>\$8,424</b> |
|------------|----------------|

### Staff Recommendation:

Staff recommends acceptance of the bids and awarding a contract to Chavez Construction, Inc. in the amount of \$628,135.75 for this work.

