

## CITY COUNCIL REGULAR SESSION

Motion to reject the lowest bid and award to the second lowest bid for Bid No. 20012 for Overlay and Pavement Restoration 2020 to Lakeridge Paving Co LLC, as the lowest responsive and responsible bidder, in an amount not to exceed \$259,950.80 plus all applicable taxes (CIP Plan No. W-16).

Nav Otal, Director, 452-2041

Linda De Boldt, Assistant Director of Engineering, 452-4625

*Utilities Department*

## EXECUTIVE SUMMARY

This motion will reject the lowest bid and award to the second lowest bid for Bid No. 20012 to Lakeridge Paving Co LLC for Overlay and Pavement Restoration 2020.

## RECOMMENDATION

Move to award Bid No. 20012 for Overlay and Pavement Restoration 2020 to Lakeridge Paving Co LLC.

## BACKGROUND/ANALYSIS

This project will restore pavement at several sites where the Utility has completed water main replacement and sewer repair projects during the past year. Work will take place in several neighborhoods in the Bellevue service area including Vuemont III, Crossroads, Northeast Bellevue, Lake Hills, Newport, and Somerset.

Temporary pavement was installed on these neighborhood streets, after the utility repair work was performed. In order to bring the pavement condition on these streets back to their original condition, permanent pavement restoration, including asphalt grinding and pavement overlays, is required by the City of Bellevue. Individually, each project would be a small overlay project. By combining all the overlay work for these project sites into a single large pavement contract, the City will realize cost savings through economies of scale and by having this work completed by a specialized paving contractor.

Bids were opened on May 19 and are as follows.

|  |              |
|--|--------------|
| Pavement Maintenance of Washington LLC | \$190,634.00 |
| Lakeridge Paving Co LLC                | \$259,950.80 |
| A&M Contractors LLC                    | \$263,944.00 |
| JB Asphalt                             | \$266,986.00 |
| Lakeside Industries                    | \$286,400.00 |
| Tony Lind Paving LLC                   | \$287,033.00 |
| Central Paving LLC                     | \$287,690.50 |
| Fidalgo Paving & Construction LLC      | \$289,678.00 |
| Watson Asphalt Paving Co               | \$289,900.00 |

**Engineer's Estimate**

**\$256,850.00**

Pavement Maintenance of Washington, LLC was initially the apparent low bidder. However, this bid included a mobilization/demobilization bid item that was significantly over the specified maximum limit, which is 5 percent of the total bid amount. The bid was therefore determined to be non-responsive.

The lowest responsive and responsible bid from Lakeridge Paving Co LLC is \$3,100.80 or 1 percent greater than the engineer's estimate. This is likely due to the current bidding climate and additional construction safety measures required because of the COVID epidemic.

To the best of staff's knowledge, all factors that normally contribute to construction expense have been accounted for in the plans and in the engineer's estimate. It is our experience that construction projects of this type usually result in some amount of field changes. Such claims are rigorously reviewed and only those that are clearly necessary to accomplish the intent of the contract, but have somehow not been provided for, will be paid.

## **POLICY & FISCAL IMPACTS**

### **Policy Impact**

Utilities Department policies: To invest resources as necessary to construct, maintain and renew water and sewer system infrastructure and equipment so that Utility customers are provided with consistent, reliable service.

Utilities Department practice: Replace aging small diameter asbestos cement water mains and repair aging and deteriorated sewer mains, providing temporary asphalt and pavement restoration in conjunction with the utility work. Provide permanent asphalt pavement restoration for multiple sites in one contract for efficiency and cost savings.

Bellevue City Code 4.28.040 requires the City to competitively bid public works in accordance with the Code and state law. Council approval is required to award the bid where the cost exceeds \$90,000.

### **Fiscal Impact**

Awarding this bid commits the City to payment of \$259,950.80, plus all applicable taxes. This contract is fully funded through CIP Plan No. W-16. Sufficient funds have been budgeted to fund this contract in the 2019-2025 CIP Budget, CIP Plan No. W-16.

## **OPTIONS**

1. Reject the lowest bid and award Bid No. 20012 for Overlay and Pavement Restoration 2020 to Lakeridge Paving Co LLC, as the lowest responsive and responsible bidder, in an amount not to exceed \$259,950.80 plus all applicable taxes (CIP Plan No. W-16).
2. Reject all bids and re-bid at a later date.

## **ATTACHMENTS & AVAILABLE DOCUMENTS**

- A. Vicinity Map
- B. CIP Project Description (CIP Plan No. W-16)

**AVAILABLE IN COUNCIL LIBRARY**

N/A