



Town of Yountville

6550 Yount Street
Yountville, CA 94599

Staff Report

Agenda Item #: {{section.number}}E

Yountville Town Council Staff Report

DATE: September 21, 2021

TO: Mayor and Town Council

FROM: John Ferons, Public Works Director

PREPARED BY: John Ferons, Public Works Director

SUBJECT:

Adopt Resolution Number 21-4075 Authorizing a budget adjustment from Fund 50 Fund Balance to MT-3022 in the amount of \$113,000, Award the contract for the Washington Street South Street Rehabilitation Project, MT-3022, to Maggiora & Ghilotti Inc. of San Rafael for \$607,607 and Authorizing the Town Manager to execute a construction contract, change orders and amendments up to the revised MT-3022 budgeted amount.

DISCUSSION/BACKGROUND

At the June 15, 2021 Town Council meeting, Council approved the 2021-22 Capital Improvement Plan with MT-3022, the Annual Street Maintenance and Paving Program which includes the rehabilitation of Washington Street from Yount Street south to the southerly Town Limits. This project site was selected due to its importance as the Town's main vehicular corridor with the southerly section being priority due to its current condition.

Rehabilitation for this project will consist of lowering the existing utility covers, performing spot repairs on failed sections, a full-width street width grind of the existing asphalt followed by overlaying the street surface with new hot-mix asphalt, recreation of the decorative crosswalk and all new traffic markings.

The formal bid package was advertised in the construction trade journals and the Town's virtual plan room August 14, 2021, with a 30-day solicitation period. The Town received four bids that were publicly opened and read aloud on September 14, 2021, at 2:00 pm. The results in order from highest to lowest are as follows:

Granite Construction Inc.	\$738,508.67
Argonaut Constructors Inc.	\$714,355.42
Ghilotti Brothers Inc.	\$685,316.25
Maggiora & Ghilotti Inc.	\$607,607.00

The apparent low bidder is Maggiora & Ghilotti Inc. out of San Rafael. The bid package received from Maggiora & Ghilotti Inc. contains no other errors or inconsistencies and as such Maggiora & Ghilotti Inc. is the apparent lowest responsive and responsible bidder at the corrected price of \$607,607.00.

The current project budget for MT-3022 Washington Street South Street Rehabilitation Project is \$525,000. Our designer, PEI's Engineer's Estimate for the project was \$571,815.00. The proposed contract award amount is \$607,607. At the time of authorization to advertise this project the staff report to Town Council considered the difference in budget amount to the engineer's estimate amount and the potential for the bid amount to exceed both of those amounts. As such it included the statement that, depending on the results of the bids received,

staff would develop a plan to request additional funding if needed in conjunction with a request to award the contract. The bid amount has been determined to be fair and reasonable with the increase over the engineer's estimate being caused by an increase in all the unit prices of all the items in the bid schedule, attributed to the current public bidding environment.

In order to make up the difference staff is requesting a budget adjustment from available Fund 50 Fund Balance (Capital Projects Fund) which has a current balance of \$522,747 in the amount of \$113,000, leaving a balance of \$409,747. The \$113,000 allocation includes a 5% contingency to allow for unforeseen conditions or circumstances that may arise during the construction process. The budget adjustment is as follows:

Current MT-3022 Budget	\$525,000
Fund 50 Allocation	\$113,000
Adjusted MT-3022 Amount	\$638,000

Staff respectfully requests the Town Council authorize a budget adjustment from Fund 50 Reserves to MT-3022 in the amount of \$113,000. With the budget adjustment staff requests the Town Council Award the bid for the Washington Street South Street Rehabilitation Project, MT-3022, to Maggiora & Ghilotti Inc. of San Rafael for \$607.607 and authorizing the Town Manager to execute a construction contract, change orders and amendments up to the revised MT-3022 budgeted amount.

ENVIRONMENTAL REVIEW

Categorically Exempt per California Environmental Quality Act (CEQA) Guideline; Class 2, Replacement or Reconstruction

FISCAL IMPACT

Is there a Fiscal Impact? Yes

Is it Currently Budgeted? Yes

Where is it Budgeted? MT-3022 Annual Street Maintenance and Paving Program plus budget adjustment

Is it Mandatory or Discretionary? Discretionary

Is there a Staff Resource Impact? Nominal

STRATEGIC PLAN GOAL

Is item Identified in Strategic Plan? Yes

If yes, Identify Strategic Goal and Objective. Responsible Fiscal Policy: The Town maintains its fiscal health through policies designed to maximize economic opportunities, manage expenses, and ensure prudent reserves. Quality of Life: The Town enhances the livability of Yountville by providing well-maintained public facilities, parks and trails, and quality programs and events.

Briefly Explain Relationship to Strategic Plan Goal and Objective. Constructing the project is fiscally responsible, maximizing economic opportunities and paving the street network in this neighborhood enhances the livability of Yountville with well-maintained public streets.

RECOMMENDATION

Adopt Resolution Number 21-4075 Authorizing a budget adjustment from Fund 50 Fund Balance to MT-3022 in the amount of \$113,000, Award the contract for the Washington Street South Street Rehabilitation Project, MT-3022, to Maggiora & Ghilotti Inc. of San Rafael for \$607.607 and Authorizing the Town Manager to execute a construction contract, change orders and amendments up to the revised MT-3022 budgeted amount.