



# *CITY COUNCIL AGENDA REPORT*

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MEETING DATE: MAY 04, 2010

ITEM NUMBER:

**SUBJECT: AWARD OF FORMAL BID ITEM NO. 1133 FOR A THREE YEAR CONTRACT FOR THE GRINDING - COLD PLANING OF ASPHALTIC STREETS**

**DATE: APRIL 06, 2010**

**FROM: PUBLIC SERVICES DEPARTMENT – MAINTENANCE SERVICES DIVISION**

**PRESENTATION BY: PETER NAGHAVI, PUBLIC SERVICES DIRECTOR**

**FOR FURTHER INFORMATION CONTACT: RICK SIMONS (714) 327-7473  
DON STOCKER (714) 754-5227**

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## **RECOMMENDATION:**

1. Award a contract for asphalt grinding – cold planing services per Formal Bid 1133 to Lindy's Cold Planing, P.O. Box 385, La Habra, CA 90931. The term of the contract is three years with the option of renewing for three additional one-year extensions with the expenditure amount not to exceed \$52,500.00 per year.
2. Authorize the Mayor and the City Clerk to execute the Professional Services Agreement for the contract.
3. Authorize the City Manager to sign for any justified rate increase to the contract within his signing authority and to extend the contract for three additional one-year terms upon recommendation from the Public Services Department.

## **BACKGROUND:**

The City of Costa Mesa Maintenance Services Division - Residential Street Rehabilitation Program has been operating successfully for over twenty-two years. During that time the Street and Traffic Operations Section has rehabilitated over 185 residential streets within the City limits, recently averaging up to 15 streets a year. This process includes cold planing/edge grinding by contract, crack sealing as needed, local asphalt removal and replacement as needed, installation of an asphalt leveling course and finally a complete full depth overlay with fresh asphalt.

All rehabilitation work is done using City of Costa Mesa staff, with the exception of the cold planing/edge grinding. The cold planing/edge grinding process removes approximately 1½” of existing asphalt in a 12 foot wide path along the gutter edge. This process allows for a stronger asphalt section and seamless transition to the gutter line during the final paving. The equipment necessary to perform this work is expensive and would not be cost effective for the City to purchase, when considering the frequency of use. Therefore, staff is requesting to continue with the practice of hiring a contractor for these services.

Public Services Department staff provided the scope of work for this contract, which consists of removal of asphaltic concrete pavement by cold planing in accordance with the bid specifications and in reasonably close conformity with the lines, grades and cross sections as shown on the plans, or as designated by a City representative.

As required by the City of Costa Mesa Municipal Code, the "Invitation for Bids" was sent to qualified vendors whose names were on the bidders' list, as well as other vendors requesting a bid package. All bids were sent electronically. A "Notice Inviting Bids" was published in the Daily Pilot and posted on the public bulletin board in City Hall. The bid document was also posted on the City's web site for downloading. A non-mandatory pre-bid meeting was held at 10:00 a.m. on March 17, 2010, in Room 1A in City Hall. One (1) vendor participated in the non-mandatory pre-bid meeting. On April 05, 2010, the City Clerk received, opened and read aloud three (3) submittals.

**ANALYSIS:**

The invitation for bid allowed the bidder to provide pricing information based on a per square foot rate per location for asphalt grinding. The bid tabulation is provided in Attachment 1.

Lindy's Cold Planing submitted the lowest responsive and responsible bid. The bid consisted of a per square foot rate of \$0.1220, calculated to a per location rate of \$3,500.00 for asphalt grinding cold-planing.

**ALTERNATIVES CONSIDERED:**

The alternative of not contracting this portion of the maintenance function out and having it performed completely by City staff is not feasible in light of the high cost to purchase and maintain asphalt cold planing machinery. The awarding of this contract is a necessity to facilitate maintaining this program.

**FISCAL REVIEW:**

Depending on funding, this program rehabilitates up to 15 residential streets each year at cost of \$1.04 a sq. ft. compared to \$2.34 a sq. ft. at the current standard contract price.

**LEGAL REVIEW:**

The City Attorney's office has reviewed and approved the attached Professional Services agreement as to form. (See Attachment 2)

**CONCLUSION:**

The award of the proposed three-year contract will allow the Maintenance Services Division to coordinate the asphalt grinding cold-planing services each year.

It is recommended that City Council award the three-year price agreement for asphalt grinding cold-planing per Bid 1133 with a not to exceed amount of \$52,500.00 per year for the first three years, and to authorize the Mayor and the City Clerk to execute the Professional Services Agreement. In addition, it is recommended that the City Council authorize the City Manager to sign for any justified rate increase within his signing authority and to authorize the City Manager to extend the contract for an additional three years if the Public Services Department recommends doing so.

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Maintenance Services Manager

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DONALD L. STOCKER, C.P.M., CPIM  
Purchasing Buyer

Attachments:	1.	<a href="#">Bid Tabulation</a>
	2.	<a href="#">Professional Services Agreement (part 1)</a>
		<a href="#">Professional Services Agreement (part 2)</a>

Distribution: Public Services Director  
City Manager  
City Clerk