

ITEM 4.13

CITY MANAGER'S REPORT JULY 8, 2024 CITY COUNCIL REGULAR MEETING

ITEM: **AWARD ADDITIONAL SCOPE OF WORK TO DSS COMPANY DBA KNIFE RIVER CONSTRUCTION AND APPROVE BUDGET AMENDMENT TO CONSTRUCT SIDEWALK IMPROVEMENTS AT THE LOUISE AVENUE AND MCKINLEY AVENUE INTERSECTION PROJECT, CIP PS 15-02**

RECOMMENDATION: **Adopt Resolution to Award Additional Scope of Work to DSS Company DBA Knife River Construction and Approve a Budget Amendment to Construct Sidewalk Improvements at the Louise Avenue and McKinley Avenue Intersection Project, CIP PS 15-02**

SUMMARY:

The City of Lathrop is currently under contract with DSS Company dba Knife River Construction (Knife River) for construction of Capital Improvement Project (CIP) PS 15-02 Louise Avenue and McKinley Avenue Intersection Improvements (Project). The improvement plans, completed in 2019, consist of widening Louise Avenue, modifying travel lane configurations along McKinley Avenue and upgrading the existing traffic signal at the Project intersection.

At the time the Project improvement plans were approved, the properties north and east of the Louise Avenue and McKinley Avenue intersection were not developed, therefore the Project improvement plans excluded sidewalk connectivity between adjacent development and the Project. Since 2019, A&A Intermodal and Cheema Freightlines have developed their parcels and constructed frontage improvements that include curb, gutter, and sidewalk. Staff received a proposal from Knife River (refer to Attachment B) to construct sidewalk from the Project to the adjacent developments to provide pedestrian connectivity with this Project. The additional work is exempt from bidding as another contract would interfere with the originally awarded scope of work with Knife River and the additional work cannot be delayed until the originally awarded scope of work is completed and accepted.

The amount of \$408,000 consist of the construction costs referenced below:

A.	Construct Sidewalk, Curb, Gutter, and Additional Pavement	\$ 332,275
B.	Relocate Signal Pole, Pull Box, and Splice Wire	\$ 55,904
C.	City-Purchase Material, Street Lights, Foundation, and Conduits	\$ <u>19,821</u>
	Total Additional Construction Cost	\$ 408,000

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SIDEWALK IMPROVEMENTS AT THE LOUISE AVENUE AND MCKINLEY AVENUE
INTERSECTION PROJECT, CIP PS 15-02**

The approved 10% contingency has a current balance of \$108,000 which is not sufficient to pay for the additional construction cost. Therefore, staff is requesting Council approve the award of the additional \$408,000 scope of work and a budget amendment transferring \$300,000 from the General Fund Street Repair Reserves (1010) to CIP PS 15-02 Project Fund (3310) to fund the construction of the additional sidewalk, curb and gutter, installation of street lights, and relocation of signal poles.

BACKGROUND:

On October 9, 2023, City Council awarded a construction contract to Knife River for \$2,720,377.40 and authorize a 10% construction contingency of \$272,038 for construction of CIP PS 15-02. The Project improvements included widening the Louise Avenue and McKinley Avenue intersection, installing exclusive left-turn lanes on all directions and modifying the existing traffic signal.

At the time the Project improvement plans were approved, the properties north and east of the Louise Avenue and McKinley Avenue intersection were not developed, therefore the Project improvement plans excluded sidewalk connectivity between adjacent development and the Project. Since 2019, A&A Intermodal and Cheema Freightlines have developed their parcels and constructed frontage improvements that include curb, gutter, and sidewalk. Staff requested a proposal from Knife River (refer to Attachment B) to construct sidewalk from the Project to the adjacent developments to provide pedestrian connectivity with this Project. The additional work is exempt from bidding as another contract would interfere with the originally awarded scope of work with Knife River and the additional work cannot be delayed until the originally awarded scope of work is completed and accepted.

The construction costs referenced below capture the additional scope of work:

A.	Construct Sidewalk, Curb, Gutter, and Additional Pavement	\$ 332,275
B.	Relocate Signal Pole, Pull Box, and Splice Wire	\$ 55,904
C.	City-Purchase Material, Street Lights, Foundation, and Conduits	<u>\$ 19,821</u>

Total Additional Construction Cost \$ 408,000

The Project's 10% contingency is not sufficient to pay for the additional construction of sidewalk. Therefore, staff is requesting Council approve the award of the additional \$408,000 scope of work and a budget amendment to increase the amount of construction budget to complete the Project.

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SIDEWALK IMPROVEMENTS AT THE LOUISE AVENUE AND MCKINLEY AVENUE
INTERSECTION PROJECT, CIP PS 15-02**

REASON FOR RECOMMENDATION:

Approving a budget amendment will allow staff and Knife River to construct the additional sidewalk improvements and provide a complete street corridor. Sidewalk connectivity will allow pedestrians to cross through the intersection and promote safety and mobility along Louise Avenue and McKinley Avenue.

FISCAL IMPACT:

The cost for Knife River to construct the additional sidewalk improvements is \$408,000. The authorized 10% construction contingency of \$272,038 has a current balance of \$108,000 which is not sufficient to pay for the additional construction cost. Therefore, staff is requesting Council approve a budget amendment transferring \$300,000 from the General Fund Street Repair Reserves (1010) to the CIP Project Fund (3310) as follows:

<u>Decrease Street Reserves</u>		
1010-251-03-00		\$300,000
<u>Increase Transfer Out</u>		
1010-9900-990-9010		\$300,000
<u>Increase Transfer In</u>		
3310-9900-393-0000	PS 15-02	\$300,000
<u>Increase Appropriation</u>		
3310-8000-420-1200	PS 15-02	\$300,000

ATTACHMENTS:

- A. Resolution to Award Additional Scope of Work to DSS Company DBA Knife River Construction and Approve a Budget Amendment to Construct Sidewalk Improvements at the Louise Avenue and McKinley Avenue Intersection Project, CIP PS 15-02
- B. Additional Scope of Work from DSS Company DBA Knife River Construction

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INTERSECTION PROJECT, CIP PS 15-02

APPROVALS:



Angel Abarca
Assistant Engineer

7-2-2024
Date



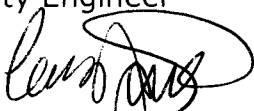
Ken Reed
Senior Construction Manager

7/2/2024
Date



Brad Taylor
City Engineer

7/2/2024
Date



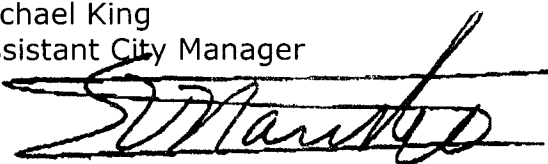
Cari James
Director of Finance

7/2/2024
Date



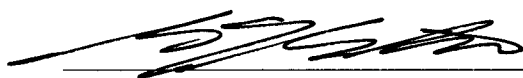
Michael King
Assistant City Manager

7.2.2024
Date



Salvador Navarrete
City Attorney

7/2/2024
Date



Stephen J. Salvatore
City Manager

7.2.24
Date

RESOLUTION NO. 24-

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LATHROP TO AWARD ADDITIONAL SCOPE OF WORK TO DSS COMPANY DBA KNIFE RIVER CONSTRUCTION AND APPROVE BUDGET AMENDMENT TO CONSTRUCT SIDEWALK IMPROVEMENTS AT THE LOUISE AVENUE AND MCKINLEY AVENUE INTERSECTION PROJECT, CIP PS 15-02

WHEREAS, the City of Lathrop is currently under contract with DSS Company dba Knife River Construction (Knife River) for construction of Capital Improvement Project (CIP) PS 15-02 Louise Avenue and McKinley Avenue Intersection Improvements (Project); and

WHEREAS, the improvement plans completed in 2019 consist of widening Louise Avenue, modifying travel lane configurations along McKinley Avenue and upgrading the existing traffic signal at the Project intersection; and

WHEREAS, at the time the Project improvement plans were approved, the properties north and east of the Louise Avenue and McKinley Avenue intersection were not developed, therefore the Project improvement plans excluded sidewalk connectivity between adjacent development and the Project; and

WHEREAS, since 2019, A&A Intermodal and Cheema Freightlines have developed their parcels and constructed frontage improvements that include curb, gutter, and sidewalk; and

WHEREAS, staff requested a proposal from Knife River to construct sidewalk from the Project to the adjacent developments to provide pedestrian connectivity with this Project; and

WHEREAS, the additional work is exempt from bidding as another contract would interfere with the originally awarded scope of work with Knife River and the additional work cannot be delayed until the originally awarded scope of work is completed and accepted; and

WHEREAS, the additional cost for Knife River to construct these improvements is \$408,000. The approved 10% contingency has a current balance of \$108,000 which is not sufficient to pay for the additional construction cost; and

WHEREAS, staff is requesting Council approve the award of the additional \$408,000 scope of work and a budget amendment transferring \$300,000 from the General Fund Street Repair Reserves (1010) to the CIP Project Fund (3310) as follows:

<u>Decrease Street Reserves</u>	
1010-251-03-00	\$300,000
<u>Increase Transfer Out</u>	

1010-9900-990-9010		\$300,000
<u>Increase Transfer In</u>		
3310-9900-393-0000	PS 15-02	\$300,000
<u>Increase Appropriation</u>		
3310-8000-420-1200	PS 15-02	\$300,000

NOW, THEREFORE, BE IT RESOLVED, that the City Council of the City of Lathrop hereby approves the award of the additional \$408,000 scope of work and a budget amendment transferring \$300,000 from the General Fund Street Repair Reserves (1010) to the CIP Project (3310) as detailed above.

The foregoing resolution was passed and adopted this 8th day of July 2024, by the following vote of the City Council, to wit:

AYES:

NOES:

ABSTAIN:

ABSENT:

Sonny Dhaliwal, Mayor

ATTEST:

Teresa Vargas, City Clerk

APPROVED AS TO FORM:



Salvador Navarrete, City Attorney

SUBJECT: Sidewalk Additions **DATE:** 06/04/24

PROJECT: Louise Ave & McKinley Ave Intersection Improvements **JOB NO:** 57231827

TO: City of Lathrop - Department of Public Works **FROM:** Revae Martinez
 390 Towne Centre Drive
 Lathrop, CA 95330

ATTN: Ken Reed

DESCRIPTION

Sidewalk, curb and gutter additions to the northeast and southeast corners of the Louise Ave & McKinley Ave Intersection. Costs proposed below capture the additional rough grade/removal, concrete grading, form and pour for the additional concrete, as well the storm drain abandonment and relocation of the fire hydrant located on the northeast side of McKinley.

Additional AB/AC required for widening the new road section will be tracked through the items included withing our contract. Below are the estimated costs to be added to the contract based on the additional square footage shown on the plans.

Costs included within this change order are based on plans produced by Wong Engineers, dated 05/23/2024. This change order adds **20 working days** to the contract (see attached schedule).

CO ITEM	CO DESCRIPTION	QTY	UM	UNIT	TOTAL
001	PCMS Board Rental (2 EA/2 WK)	1	LS	\$1,180.00	\$1,180.00
002	Storm Drain Abandonment	1	LS	\$4,075.00	\$4,075.00
003	Remove Ex Material at New Pavement Areas	13100	SF	\$3.10	\$40,610.00
004	Concrete Grading	1	LS	\$17,400.00	\$17,400.00
005	Curb Ramps	1370	AF	\$29.00	\$39,730.00
006	Curb & Gutter (City Std Detail R-11)	140	LF	\$65.25	\$9,135.00
007	Curb, Gutter & 9.5' Sidewalk	300	LF	\$128.45	\$38,535.00
008	Curb, Gutter & 4.5' Sidewalk	360	LF	\$96.20	\$34,632.00
009	Relocate Fire Hydrant	1	EA	\$3,353.00	\$3,353.00
TOTAL AMOUNT					\$188,650.00

PCO NO. 002 ADDS

BID ITEM	BID ITEM DESCRIPTION	QTY	UM	UNIT	TOTAL
19	Place New HMA at 9.5" Thick	780	TN	\$109.25	\$85,215.00
19B	Aggregate Base	660	CY	\$88.50	\$58,410.00
TOTAL AMOUNT					\$143,625.00

CONTRACT ADDS

APPROVAL

BY: _____
 Ken Reed

BY: 
 Revae Martinez

DATE: _____

DATE: 06/04/2024

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