



# *City of Apache Junction*

## *Development Services Department*



**DATE:** March 20, 2019

**TO:** The Honorable Mayor and City Council

**THROUGH:** Bryant Powell, City Manager  
Mike Weber, Public Works Director  
Larry Kirch, Development Services Director

**FROM:** Heather Patel, Grants Administrator  
Raquel Schatz, Project Engineer

**SUBJECT:** Construction services for project PWC2018-02, CDBG projects 132-18 and 119-19

### **REQUEST**

Staff respectfully requests the mayor and city council consider the proposed construction agreement with DBA Construction for infrastructure improvements to the Grand View neighborhood in an amount not to exceed \$555,690.98. This work is partially funded by the city's Fiscal Year 2017 ("FY17") State Special Project ("SSP") application and the Fiscal Year 2018 ("FY18") Community Development Block Grant ("CDBG") Regional Account allocation as requested by city council under Resolution Nos. 17-09 and 18-07 respectively.

### **BACKGROUND**

The city conducted the required public participation process to select a project to be submitted under the city's FY17 SSP and FY18 CDBG grant applications. The city council chose improvements to the Grand View neighborhood and applications were submitted. A contract was signed and executed in fall 2018 with the Arizona Department of Housing. Engineering was completed prior to application submittal and the city began the procurement process for construction services.

Due to the timely award and contract signing of the grant applications, construction services for both projects were competitively procured simultaneously. The projects included:

1. Main Drive sidewalk, curb & gutter on the west side of the roadway
2. Grand Drive sidewalk, curb & gutter on the east side of the roadway

### **DISCUSSION**

Sealed bids were due to the city clerk's office on March 14, 2019. There were three bids received.

Firm	Bid amount
ViaSun Corporation	\$533,538.65
Paveco Inc.	\$624,457.00
DBA Construction	\$529,229.50

Staff reviewed the submittals and found the lowest most responsive bidder was DBA Construction Inc. DBA Construction Inc. submitted all of the required documentation, met all of the city and CDBG requirements, and their bid amount was verified and accepted by city engineering staff. An additional 5% is added to the contract amount as a contingency for unforeseen circumstances during construction.

It is anticipated, if a contract is approved, construction will begin immediately and will be completed by the end of June.

The following is the breakdown of the bid award:

Project	Bid amount
Main Drive (West) FY17 SSP	\$311,138.50
Grand Drive (East) FY18 RA	\$218,091.00
Subtotal	\$529,229.50
Contingency	\$26,461.48
Total	\$555,690.98

Leverage funding was committed by Resolution No. 18-19 in the amount of \$77,104.00 for the FY17 SSP application. HURF funds in the amount of \$40,000.00 will also be used as leverage to the project.

This item was discussed during the council work session on April 1, 2019.

### **RECOMMENDATION**

Staff respectfully recommends the mayor and city council approve the proposed construction agreement with DBA Construction Inc.

### **ACTION REQUIRED**

Consideration of the proposed contract

Attachment 1: Construction Agreement