



City of Apache Junction

Development Services Department



DATE: March 16, 2021

TO: The Honorable Mayor and City Council

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

FROM: Raquel Schatz, Project Engineer

SUBJECT: Construction agreement for project PWC2020-08 Saguaro Drive Sidewalk Improvements, CDBG RA project 130-21

REQUEST

Staff respectfully requests the mayor and city council consider a proposed construction agreement with Lincoln Constructors, Inc. for infrastructure improvements to the Grand View neighborhood in an amount not to exceed \$162,773.60. This work is partially funded by the city's Fiscal Year 2020 ("FY20") Community Development Block Grant ("CDBG") Regional Account ("RA funds") allocation as requested by city council under Resolution No. 20-08. This is a continuation of improvements completed within this neighborhood since 2015.

BACKGROUND

The city conducted the required public participation process to select a project to be submitted under the city's FY20 CDBG grant application. The city council chose improvements to the Grand View neighborhood and applications were submitted. A contract was signed and executed with the Arizona Department of Housing. Engineering was completed prior to application submittal and the city began the procurement process for construction services in January 2021.

The project includes Saguaro Drive sidewalk, curb & gutter along the west and east sides of the roadway from Broadway Avenue to Apache Trail.

DISCUSSION

Sealed bids were due to the city clerk's office on February 10, 2021. There were five bids received.

<u>Firm</u>	<u>Bid amount</u>
Doege Development, LLC	\$398,587.00
DBA Construction, Inc.	\$220,123.00
Pima Paving, Inc.	\$198,936.08
AJP Electric, Inc.	\$164,836.50
Lincoln Constructors, Inc.	\$147,976.00

Staff reviewed the submittals and found the lowest most responsive bidder was Lincoln Constructors, Inc. Lincoln Constructors submitted all of the required documentation as well as met all city and CDBG requirements. Although the contract will be executed for \$147,976.00, an additional amount will be set aside as a 10% contingency for unforeseen circumstances during construction for a total contract amount not to exceed \$162,773.60.

It is anticipated, if a contract is approved, construction will begin at the end of March and will be completed before the end of June.

City funding was committed by Resolution No. 20-28 in the amount of \$62,181.00 for the FY20 CDBG RA grant application. Additional funding needed for the project will come from state highway user revenue funds (“HURF”), allocated to the city by the Arizona Department of Transportation (“ADOT”).

The following is the breakdown of the bid award:

<u>Project</u>	<u>Bid amount</u>	<u>RA funds</u>	<u>Match committed via Resolution</u>
Saguaro Drive FY20 CDBG RA	\$147,976.00	\$74,542.00	\$62,181.00
Contingency	\$ 14,797.60		
Total	\$162,773.60		

This item will be placed on the March 16, 2021 agenda under consent.

RECOMMENDATION

Staff respectfully recommends the mayor and city council to approve the proposed construction agreement with Lincoln Constructors, Inc.

ACTION REQUIRED

Review, discussion and consideration of the proposed contract.

Attachment 1: Construction Agreement