



Item #12

DATE September 6, 2017
TO GCTD Board of Directors
FROM Marlena Kohler, Purchasing Manager/DBE Officer *MK*
SUBJECT Consider Authorizing Award of Bid Alternate No. 1 –Expansion of Bus Parking Pavement Area to Icon West, Inc.

I. EXECUTIVE SUMMARY

As part of the competitive bid for the Construction of GCTD's Administration & Operations Facility, pricing was requested for Base Bid Item (Construction) and two (2) Alternate Bid Items. Alternate #1 was for the Expansion of Bus Parking Pavement Area and Alternate #2 was for CNG Storage Increase.

In February 2017 staff elected to award and the Board approved only the Base Bid item in the amount of \$35,747,000 plus an additional 5% to cover change orders which may occur during construction.

With the project underway and within budget, staff is now requesting the award of Alternate #1-Expansion of Bus Parking Pavement Area to Icon West, Inc. in the amount of \$294,279. The work includes a finished grade of concrete pavement including aggregate base course, light pole bases, pavement joint sealants and pavement markings. See attached graphic for expansion area.

It is recommended the Board of Directors authorize award of Alternate #1 Expansion of Bus Parking Pavement Area to Icon West, Inc.'s contract in the amount of \$294,279 for a revised contract amount of \$35,925,735 plus an additional 5% to cover change orders, which may occur during construction.

II. BACKGROUND

In February 2017, the Board of Directors approved award of a contract to Icon West, Inc. for the Construction of GCTD's Administration & Operations Facility. The competitive bid, Invitation for Bid (IFB) 15-05 was based on a prequalification of

GOLD COAST TRANSIT DISTRICT

licensed contractors. Attached is a copy of the Board report that details the IFB process and ultimate award.

As part of that bid, staff requested pricing for Alternate #1 for the Expansion of Bus Parking Pavement Area and Alternate #2 for CNG Storage Increase. All three (3) bidders provided pricing for these alternates and each alternate was evaluated as part of the IFB process.

At the time of initial Board report, staff elected not to request award of either alternate to maintain project contingency funding. The project is over 25% complete and there are no major change orders to date. Staff is comfortable sufficient funding exists to pave the remainder of the bus parking pavement area.

It is financially advantageous and in GCTD's best interest to award Alternate #1 at this time, in accordance with Icon West, Inc.'s response to IFB #15-05, Alternate #1 is priced at \$294,279. The initial Engineer's Independent Cost Estimate for this work was \$763,247, and the cost to construct the expansion in the future could exceed \$1 million, according to the engineer's estimate. At time of award of initial construction project, both alternates were included in the price analysis of the overall bid and they were determined to be fair and reasonable based on adequate competition. That determination remains accurate.

At time of award, Icon West, Inc. was considered a responsive and responsible bidder. Their current performance has met the anticipated goal and they are currently on schedule. Staff verified that Icon's contractor license is still active, they remain registered and active with the Department of Industrial Relations as a Public Works Contractor and there continues to be no exclusions on the System for Award Management (SAM) for this firm. Therefore, that consideration remains accurate.

III. SUMMARY AND RECOMMENDATIONS

A competitive bid (IFB) for Construction of GCTD's Administration & Operations Facility was issued and prequalified bids were received. As part of that IFB, two (2) Alternates were included. The Alternates were not awarded at the time the Base Bid Item (Construction) was awarded to maintain project contingency funding. . At this point in the project with no major change orders to date, staff now recommends awarding Alternate #1 of the IFB. The initial IFB included a price analysis of all three (3) bid items. Icon's bid, for all three (3) bid items, was the lowest among the three prequalified bidders. The overall bid from Icon West Inc. was determined to be fair and reasonable and to be the most advantageous to GCTD. This determination remains accurate since prices remain unchanged.

It is recommended the Board of Directors authorize award of Alternate #1 Expansion of Bus Parking Pavement Area to Icon West, Inc.'s contract in the amount of \$294,279 for a revised contract amount of \$35,925,735 plus an additional 5% to cover change orders, which may occur during construction.

Concurrence:

Vanessa Rauschenberger

Steven P. Brown
General Manager

On behalf of SB