

March 5, 2013
5A-1

Memorandum

To: Curtis Hawk, City Manager
From: Michael Barnes, Public Works Director
Date: February 22, 2013
Subject: CDBG 38th Year Project Bid Award

Council Action Requested: Discuss and approve bid award for the CDBG 38th Year Project to Overland Services in the amount of \$117,730.00 for Base Bids A & B and to commit to fund the excess amount of \$13,380.00 from the Oil and Gas Infrastructure Fund Account #12-56118-61 for Budget Year 2012-2013.

Background Information: Attached are three (3) bids received on Wednesday, February 13, 2013 for the 38th Year CDBG Project. The specifications proposed three bid options for the project (see attached bid tabulation). The options consisted of the following:

1. Base Bid A – Remove and replace curb, gutter, and driveways on Henry St. from Sta. 11+15 to Sta. 19+50.
2. Base Bid B – Remove and replace curb, gutter, and driveways on Reeves St. and Henry St. from Sta. 8+40 to Sta. 11+15
3. Base Bid C – 2” asphalt overlay of Reeves and Henry Sts.

The reason the city has multiple bid alternates is to try to make sure the bid or bids selected are under the grant amount.

The low bidder was Overland Services who was also the low bidder last year and did a very nice job. The city’s current funding limit is \$104,350.00 for the 38th year. The city has two viable options. Option 1 is to award Base Bid A in the amount of \$87,500.00 and request the remaining funds be carried over to the next year. There is no guarantee that the funds to be carried over will be available next year and part of Reeves St. (Sta. 8+40 to Sta. 11+50) would not be completed.

Option 2 would be to award Base Bids A and B for a total of \$117,730.00 and the city fund the difference between \$117,730.00 and \$104,350.00 or \$13,380.00 which would come from the Oil and Gas Infrastructure Fund. Funds are available in this account. This would complete the removal and replacement of curb and gutter and driveways for both Reeves and Henry Sts.

Therefore, staff is recommending Option 2, to award Base Bids A and B in the amount of \$117,730.00 and pledge to commit to CDBG the excess (\$13,380.00) to be paid at the completion of the project. The distribution of fund is anticipated to occur in budget year 2012-2013. Funding is proposed to come from the Oil and Gas Infrastructure Account #12-56118-61.

FYI - CDBG personnel has informed the city it will not be able to overlay Reeves and Henry with CDBG grant funds as a separate project (although it has been done on Gumwood and Maple streets in years past). The reason is the department of Housing and Urban Development (HUD) views this type of bid as a maintenance item and not reconstruction (see attached CDBG letter). In the first year (37th year) staff laid out this plan to CDBG and nothing was said by CDBG personnel. Evidently, CDBG personnel have received instruction from HUD to the contrary.

Source of Funding: Oil and Gas Infrastructure Fund

Board/Citizen Input: N/A

Attachments: CDBG 38th Year Project Bid Tab
Notification letter re: HUD asphalt overlay requirements

Staff Contact:

Michael Barnes, P.E; Director of Public Works
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mbarnes@richlandhills.com

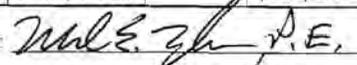
BID TABULATION REPORT

TEAGUE NALL AND PERKINS, INC.
CONSULTING ENGINEERS

CLIENT: CITY OF RICHLAND HILLS
DESCRIPTION: ASPHALT OVERLAY WITH CONCRETE CURB AND GUTTER
REPLACEMENT ON REEVES STREET AND HENRY DR, PHASE II

TNP JOB NO: TAR12211
ENGINEER'S ESTIMATE: \$ 215,400.00
BID DATE: FEBRUARY 13, 2013
BID TIME: 9:00 AM

ITEM NO.	DESCRIPTION OF ITEMS	QUANTITY	UNIT	BIDDERS					
				Overland Services, Inc.		Klutz Construction, LLC		Reliable Paving, Inc.	
				UNIT COST	TOTAL	UNIT COST	TOTAL	UNIT COST	TOTAL
BASE BID A - HENRY DR DRIVEWAY AND CURB & GUTTER REPLACEMENT (from STA 11+15 to STA 19+50 (END))									
1	Remove and Replace Concrete Curb and Gutter	1,660	LF	\$23.00	\$38,180.00	\$26.00	\$43,160.00	\$22.00	\$36,520.00
2	Remove and Replace 5" Thick Concrete Driveway Approach	3,580	SF	\$6.00	\$21,480.00	\$6.00	\$21,480.00	\$7.50	\$26,850.00
3	6" Reinforced Concrete Valley Gutter	38	SY	\$50.00	\$1,900.00	\$79.00	\$3,002.00	\$45.00	\$1,710.00
4	1' Wide HMAC Repair Strip	1,990	LF	\$5.00	\$9,950.00	\$8.00	\$15,920.00	\$4.00	\$7,960.00
5	6" Asphalt Pavement Transition	50	SY	\$40.00	\$2,000.00	\$62.00	\$3,100.00	\$30.00	\$1,500.00
6	Unclassified Street Excavation	46	CY	\$25.00	\$1,150.00	\$13.50	\$621.00	\$30.00	\$1,380.00
7	Parkway Restoration	3,220	SF	\$1.00	\$3,220.00	\$0.70	\$2,254.00	\$1.50	\$4,830.00
8	Block Sodding	3,220	SF	\$1.00	\$3,220.00	\$1.00	\$3,220.00	\$5.00	\$16,100.00
9	Relocate Water Meter and Box	10	EA	\$100.00	\$1,000.00	\$178.00	\$1,780.00	\$700.00	\$7,000.00
10	Adjust Water Valve	2	EA	\$200.00	\$400.00	\$230.00	\$460.00	\$200.00	\$400.00
11	Miscellaneous Paving Allowance	1	LS	\$5,000.00	\$5,000.00	\$5,000.00	\$5,000.00	\$5,000.00	\$5,000.00
TOTAL BASE BID A					\$87,500.00		\$99,997.00		\$109,250.00
BASE BID B - (DEDUCTIVE ALT. BID B) HENRY DRIVEWAY AND CURB & GUTTER REPLACEMENT (from STA 8+40 to STA 11+15)									
1	Remove and Replace Concrete Curb and Gutter	625	LF	\$23.00	\$14,375.00	\$26.00	\$16,250.00	\$22.00	\$13,750.00
2	Remove and Replace 5" Thick Concrete Driveway Approach	1,455	SF	\$6.00	\$8,730.00	\$6.00	\$8,730.00	\$7.50	\$10,912.50
3	1' Wide HMAC Repair Strip	625	LF	\$5.00	\$3,125.00	\$8.00	\$5,000.00	\$4.00	\$2,500.00
4	Unclassified Street Excavation	12	CY	\$25.00	\$300.00	\$13.50	\$162.00	\$30.00	\$360.00
5	Parkway Restoration	1,300	SF	\$1.00	\$1,300.00	\$0.70	\$910.00	\$1.50	\$1,950.00
6	Block Sodding	1,300	SF	\$1.00	\$1,300.00	\$1.00	\$1,300.00	\$5.00	\$6,500.00
7	Relocate Water Meter and Box	7	EA	\$100.00	\$700.00	\$178.00	\$1,246.00	\$700.00	\$4,900.00
8	Adjust Water Valve Box to Grade	1	EA	\$200.00	\$200.00	\$230.00	\$230.00	\$200.00	\$200.00
9	4" Reinforced Concrete Sidewalk	2	SY	\$100.00	\$200.00	\$64.00	\$128.00	\$40.00	\$80.00
TOTAL BASE BID B					\$30,230.00		\$33,956.00		\$41,152.50
BASE BID C - (DEDUCTIVE ALTERNATE BID C) WEDGE MILL WITH 2" OVERLAY									
1	5' Wide Wedge Milling	3,680	LF	\$2.50	\$9,200.00	\$2.40	\$8,832.00	\$2.40	\$8,832.00
2	2" HMAC Type "D" Overlay	5,560	SY	\$11.00	\$61,160.00	\$9.50	\$52,820.00	\$9.60	\$53,376.00
3	Adjust Sewer Manhole to Grade	4	EA	\$300.00	\$1,200.00	\$470.00	\$1,880.00	\$400.00	\$1,600.00
4	Adjust Water Valve Box to Grade	5	EA	\$200.00	\$1,000.00	\$230.00	\$1,150.00	\$200.00	\$1,000.00
5	Type D HMAC Leveling Course	50	TON	\$100.00	\$5,000.00	\$88.90	\$4,445.00	\$90.00	\$4,500.00
6	Miscellaneous Paving Allowance	1	LS	\$5,000.00	\$5,000.00	\$5,000.00	\$5,000.00	\$5,000.00	\$5,000.00
TOTAL BASE BID C					\$82,560.00		\$74,127.00		\$74,308.00
TOTAL BID A AND B					\$117,730.00		\$133,953.00		\$150,402.50
TOTAL BID A, B, AND C					\$200,290.00		\$208,080.00		\$224,710.50

APPROVED BY: 

March 5, 2013

5A-4

From: Susan Au [SAu@TarrantCounty.com]
Sent: Thursday, February 07, 2013 12:23 PM
To: Michael Barnes; Mark Murphree; Brad Hearne
Subject: Richland Hills CDBG
Attachments: Susan Au.vcf

Importance: High

Gentlemen,

I have gotten to Richland Hills 39th year proposal. There is no difference from last year's project proposal to this year's. I understood this to be a multi-year project, however I also understood that 38th year project would finish these streets. **What exactly are you asking funds for in this project?** The current project description is insufficient. Also, you keep referring to these projects as "Street Reconstruction" and stating that "Overlays" are being done on the street. **MAINTENANCE (OVERLAYS) IS NOT AN ALLOWABLE COST FOR CDBG.**

Curb and gutters with a street needing to be raised 2" to make the curbs and gutters drain water efficiently are seen as "Drainage improvements". If HUD were to review that curb and gutter was installed one year and the street had the 2" asphalt added a year later with another year's funding, HUD could potentially ask for the city to repay the funds for the 2" addition when the curb and gutters were installed to address the drainage issue.

I cannot stress enough the difference between the definition of Drainage Improvements (allowable) versus Street Maintenance (NOT allowable).

Please resubmit the proposal with detailed information on what you are working on for 39th year with complete and detailed project description. We will no longer allow indefinite "multi-year" projects as each project needs to be planned. Other multi-year proposals provided have given me detail on what work would be done in each year. A Rolling multi-year project as city funds allow is no longer acceptable. An example of a good project description would be: 3-year project will consist of 2,425 LF of drainage improvements with concrete curb and (Valley) gutter improvements and 2" asphalt addition to street. First year, 900 LF on 6700 block of Reeves to include concrete curbs, 2 " asphalt and concrete valley gutters. Second year, 1,000 LF on 6800 block of Reeves Dr to include concrete curb, 2 " asphalt and concrete valley gutters, Third year, 525 LF on 3400 block of Henry Dr to include concrete curb, 2 " asphalt and concrete valley gutters. (Note that the 2" asphalt is included with the curb and gutter work)

Please provide me with a revised proposal before Feb 13, 2013.

Regards, Susan

