# CITY OF PALM DESERT STAFF REPORT

MEETING DATE: August 22, 2024

PREPARED BY: Neal Ennis, Project Manager

REQUEST: AWARD CONTRACT C47830 TO GRANITE CONSTRUCTION COMPANY

FOR THE PD LINK PHASE 2 PROJECT, PROJECT NO. CST00005

### **RECOMMENDATION:**

1. Award Contract C47830 with Granite Construction Company of Indio, CA, in the amount of \$1,166,000, plus a 10% contingency, for the PD Link Phase 2 Project, Project No. CST00005.

- 2. Authorize the City Attorney to make any necessary nonmonetary changes to the agreement.
- Authorize the City Manager to execute the agreement and any written requests for change orders up to the contingency amount, amendments, and any other documents necessary to effectuate this action, in accordance with Section 3.30.170 of the Palm Desert Municipal Code.
- 4. Authorize the City Manager to execute the Notice of Completion (NOC) and the City Clerk to file the NOC upon satisfactory project completion.

## **BACKGROUND/ANALYSIS:**

- In May 2020, the City Council awarded Contract C37870A to KOA Corporation for professional engineering services associated with PD Link Phase 2 Project.
- Community engagement meetings were held with residents and cyclists to provide preferences and guidance related to the project.
  - o Community engagement meeting #1 October 2020
  - Community engagement meeting #2 October 2020
  - o Community engagement meeting #3 March 2021
  - Study Session December 2023
- The consistent feedback regarding cyclist safety prompted a redesign to better serve the community and increase anticipated safety and use.
- The project was scaled back from Class IV bike lane design, which included dedicated separated bike lanes, to an improved Class II painted buffered bike lane design.

#### **Request for Bids**

The project was advertised for proposals through the City's bid management portal, OpenGov, and on July 19, 2024, one proposal was received electronically.

Contractor	Location	Bid Amount
Granite Construction Company	Indio, CA	\$1,166,000

Granite Construction Company was the sole vendor to submit a responsive bid. Staff reviewed the documents submitted and confirmed that the bid was satisfactory and responsive. Granite

Construction Company is a preferred vendor for the City and has performed satisfactorily on previous City projects. Granite Construction Company's pricing was within the engineers estimate. Additionally, the reduced design efforts of the project have reduced planned costs of implementation by \$1,377,000. Staff recommends awarding the contract to Granite Construction Company in an amount not to exceed of \$1,166,000.

## Legal Review:

This report has been reviewed by the City Attorney's office.

## **FINANCIAL IMPACT:**

Funds for this project were included in the approved Capital Improvement Project (CIP) list for Fiscal Year 2024-25 under the Measure A Fund Account No. 2134670-5000202. There is no financial impact to the General Fund from this action.

Project - CST00005 PD Link Phase 2	Measure A	Approved Budget	Project Expenditures
Funding Source	2134670-5000202	\$3,605,000	
Engineering/Design			\$140,640
Construction			\$1,166,000
Construction Management			\$200,000
Contingency			\$116,600
Remaining Project Budget			\$1,981,760

## **ATTACHMENTS:**

- 1. Granite Construction Company Proposal
- 2. Construction Contract C47830
- 3. Payment and Performance Bonds