

CITY COUNCIL AGENDA ITEM
CITY OF SHORELINE, WASHINGTON

AGENDA TITLE:	Authorizing the City Manager to Execute an Agreement with Marshbank Construction, Inc. in the Amount of \$3,063,201.66 for Construction of the Westminster Way N and N 155 th Street Intersection Improvements Project and Approving Change Order Authorization up to an Additional \$307,000
DEPARTMENT:	Public Works
PRESENTED BY:	Tricia Juhnke, City Engineer
ACTION:	<input type="checkbox"/> Ordinance <input type="checkbox"/> Resolution <input checked="" type="checkbox"/> Motion <input type="checkbox"/> Discussion <input type="checkbox"/> Public Hearing

PROBLEM/ISSUE STATEMENT:

Staff is requesting that the City Council authorize the City Manager to execute a contract with Marshbank Construction, Inc. for construction of the Westminster Way N and N 155th Street Intersection Improvements Project in the amount of \$3,063,201.66 and approve change order authorization for the City Manager up to an additional \$307,000.

The project includes roadway work at the intersection of Westminster Way N and N 155th Street for intersection realignment, regrading and reconstruction of the roadway, pedestrian facilities, a storm drainage system, an illumination system, and a new signal system. In addition to the intersection improvements, the project also includes the installation of a joint utility trench, relocation of a deep storm line in Westminster Way, and sewer line, and water main extensions.

The City solicited bids from November 20 to December 17, 2019 for construction of this project. The engineer's estimate for construction was \$3,498,600. Marshbank Construction, Inc. submitted the low bid in the amount of \$3,063,201.66. Staff has determined that the bid from Marshbank Construction, Inc. is responsive and that they have met the City's responsibility requirements.

RESOURCE/FINANCIAL IMPACT:

The project is fully funded in the adopted 2019-2024 Capital Improvement Plan. The summary of funding is as follows:

EXPENDITURES

Design

Project Administration	\$704,080
Real-estate Acquisition	\$139,723

Construction

Staff and other Direct Expenses	\$45,000
Construction Management Services	\$439,700
Materials Testing Services	\$15,000
Construction Contract (This Contract - Marshbank)	\$3,063,202
Change Order Authorization (This Contract - Marshbank)	\$307,000
TOTAL (Construction and Design)	\$4,713,705

REVENUE

Estimated Private Donations (MGP)	\$1,900,000
Transportation Improvement Board Grant	\$3,616,471
TOTAL	\$5,516,471

Private donations by Merlone Geier Partners (MGP) are to meet the requirements of the Developers Agreement and the Relocation Agreement they entered into with the City. These contributions will be revised based on actual costs and the conditions of the agreements. Any surplus revenue can be redistributed through the CIP and budget process.

RECOMMENDATION

Staff recommends that the City Council authorize the City Manager to execute a construction contract with Marshbank Construction, Inc. in the amount of \$3,063,201.66 for the Westminster Way N and N 155th Street Intersection Improvements Project and approve change order authorization for the City Manager or designee up to an additional \$307,000.

Approved By: City Manager **DT** City Attorney **MK**

BACKGROUND

This project provides full reconstruction of the intersection of Westminster Way N and N 155th Street. A vicinity map of this project is attached to this staff report as Attachment A. Improvements include realignment of the intersection, revised lane configurations, a new traffic signal, regrading and reconstruction of the roadways, new pedestrian facilities, a new illumination system, landscaping, and storm drain system. In addition to the intersection improvements, the project will construct several utility improvements to support the redevelopment of Shoreline Place.

On September 9, 2019, the City Council authorized a Development Agreement between the City and Merlone Geier Partners (MGP) that identifies financial contributions from MGP for specific transportation improvements included in the City CIP. The staff report for authorization of this agreement can be found at the following link:
<http://cosweb.ci.shoreline.wa.us/uploads/attachments/cck/council/staffreports/2019/staffreport090919-8b.pdf>.

Subsequently, on November 4, 2019, Council authorized an Agreement for the Relocation of Stormwater and Sewer Lines and Waterline Extensions with MGP for the installation and payment of these utilities as part of the City's CIP project. The staff report for authorization of this agreement can be found at the following link:
<http://cosweb.ci.shoreline.wa.us/uploads/attachments/cck/council/staffreports/2018/staffreport091018-7e.pdf>.

ALTERNATIVES ANALYZED

From November 20 to December 17, 2019, the City solicited bids for contractors to construct the Westminster Way N and N 155th Street Intersection Improvements Project. Bids were opened on December 17, 2019 and seven (7) bids were received:

Bidder	Total Bid
<i>Graham Contracting Ltd.</i>	\$3,808,644.34
<i>Razz Construction, Inc.</i>	\$3,438,310.99
<i>Jansen Inc.</i>	\$4,430,764.33
<i>Titan Earthwork LLC</i>	\$3,539,300.40
<i>Allied Construction Associates, Inc.</i>	\$3,655,732.68
<i>Marshbank Construction, Inc.</i>	\$3,063,201.66
<i>A-1 Landscaping and Construction, Inc</i>	\$4,243,126.27

As is noted above, Marshbank Construction, Inc. was the low bidder with a bid of \$3,063,201.66. The engineer's estimate for construction of this project was \$3,498,600. City staff determined that the bid from Marshbank Construction, Inc. is responsive and has met the responsibility requirements of the bid. This was verified by:

- Evaluation of the bid through the creation of bid tabulations.
- Verification that the contractor is properly licensed in Washington and has not been barred from contracting on federal and state-funded projects.
- Supplemental Criteria including the completion of five projects of similar size and scope.

The alternative of not awarding this contract would result in delay of construction, possible forfeiture of grant funding, and failure to meet terms of the City’s agreements with the adjacent developers. Construction of the Project is anticipated to start in February 2020 with completion anticipated by October 2020.

Staff is therefore requesting that Council authorize the City Manager to execute a construction contract with Marshbank Construction, Inc. in the amount of \$3,063,201.66 for this project and approve change order authorization for the City Manager or designee up to an additional \$307,000. Council authorization is needed to enter into this contract with Marshbank Construction, Inc.

COUNCIL GOAL(S) ADDRESSED

This project supports two Council Goals:

- Goal 1: Strengthen Shoreline’s economic climate and opportunities; specifically, this goal identifies implementing the Community Renewal Plan for Shoreline Place, including execution of development agreements in the Community Renewal Area and construction of intersection improvements at N 155th Street and Westminster Way N.
- Goal 2: Improve Shoreline’s infrastructure to continue the delivery of highly-valued public service.

RESOURCE/FINANCIAL IMPACT

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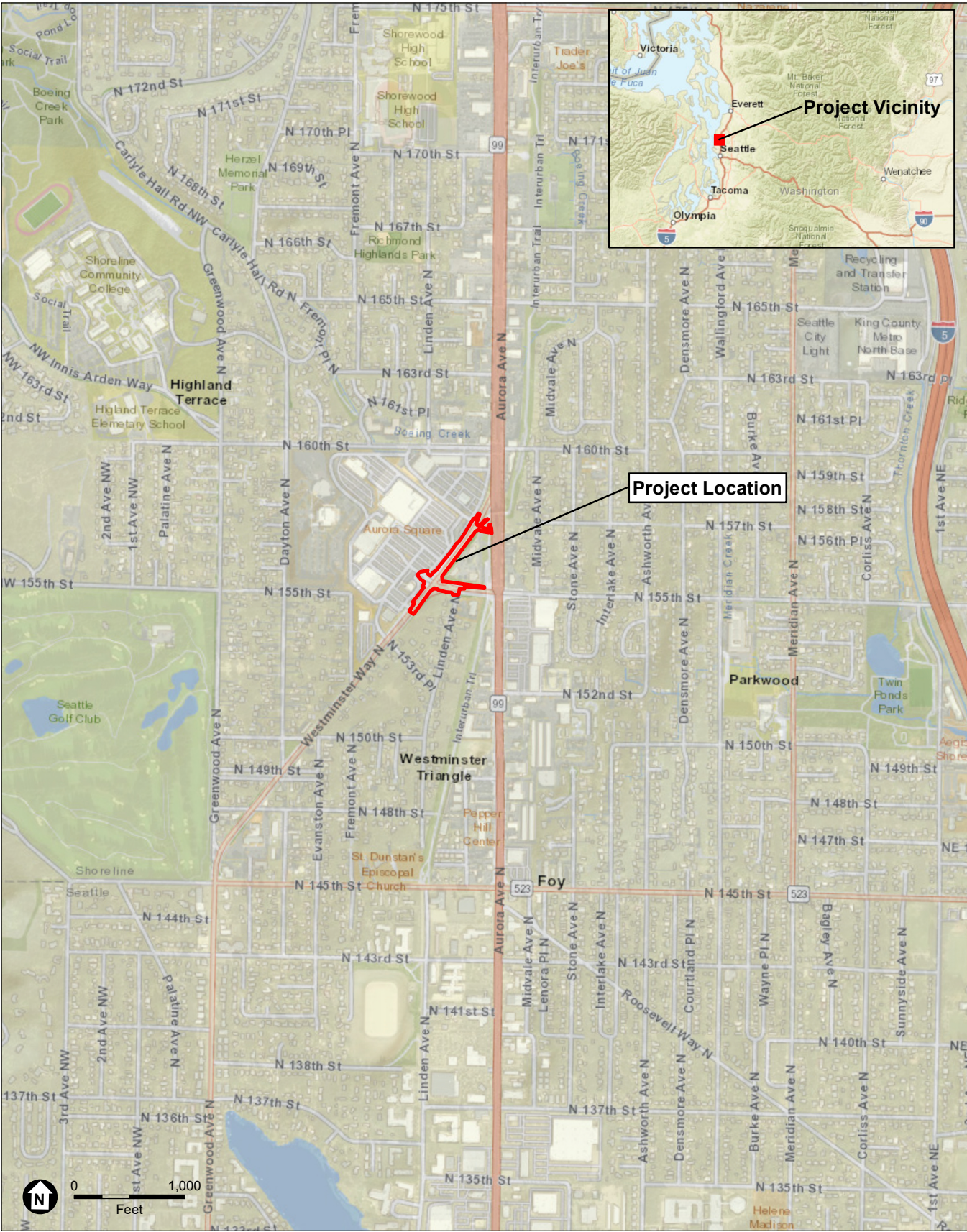
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ATTACHMENTS

Attachment A – Vicinity Map



SOURCE: ESRI 2017

Westminister Way N and N 155th Street Intersection Improvements

Attachment A
Vicinity Map