

December 23, 2002

Honorable Mayor and Members of  
The Hermosa Beach City Council

Regular Meeting of  
January 14, 2003

**PROJECT NOS. CIP 00-410 & 00-192 LOMA AREA SEWER AND STREET  
IMPROVEMENTS – AWARD CONSTRUCTION CONTRACT**

**Recommendation:**

It is recommended that the City Council:

1. Award the Construction Contract to Sialic Contractors Corporation dba Shawnan of Downey, California, based upon their lowest responsible bid of \$1,328,805.80; and
2. Authorize the Mayor to execute and the City Clerk to attest the construction contract subject to approval by the City Attorney; and
3. Authorize the Director of Public Works to make minor changes as necessary within the contingency of \$133,000.

**SUMMARY:**

On November 21, 2002, Project Nos. CIP 00-410 & 00-192 were advertised in the Easy Reader, Green Sheet (Construction News Reporter), and Bid America. A total of 11 bid packages were picked up. The City Clerk received 4 bids by the closing date of December 12, 2002. The bids were publicly opened and read aloud. The bid results are as follows:

<b>BIDDER</b>	<b>CITY</b>	<b>TOTAL BID AMOUNT</b>
1. Shawnan	Downey, CA	\$1,328,805.80
2. Palp, Inc. dba Excel Paving Co.	Long Beach, CA	\$1,385,457.00
3. Sequel Contractors, Inc.	Santa Fe Springs, CA	\$1,460,946.00
4. KEC Engineering	Corona, CA	\$1,550,356.00

All bids were responsive. The bid amount of the apparent low bidder, Shawnan, is \$128,805.80 (approximately 10.73%) above the engineer's estimate of \$1,200,000.

**Background:**

The proposed sewer work consists of installing new 8" sewer main, manholes, and lateral connections, and abandoning existing sewer main and manholes. The proposed street work consists of total reconstruction of the street section with 4" of asphalt concrete pavement over 6" of aggregate base. Additional work includes, but is not limited to, traffic markings, adjustment of utility boxes, installation of concrete cross gutters, handicap access ramps, one tree removal, and one stump removal.

These projects were discussed at the Public Works Commission meeting on December 13, 2000. Staff listened to the residents' concerns and parking was not reduced in the design of these projects.

**Analysis:**

Staff has reviewed the low bidder's documents and has found them to be in order. Reference calls have been supportive of the contractor's work habits.

**Fiscal Impact:**

The project funding sources are as follows:

160 Funds Available	\$ 1,498,675
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The bid price and contingency total \$1,461,805.80; therefore, there are sufficient funds to accommodate the cost of construction.

Alternatives:

1. Approve Staff's recommendation.
2. Reject all bids.
3. Take no action.

Attachments: Project Location Map

Respectfully submitted,

Concur:

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Tristan D. Malabanan  
Assistant Engineer

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Harold C. Williams, P.E.  
Director of Public Works/City Engineer

Noted for Fiscal Impact:

Concur:

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Viki Copeland  
Finance Director

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Stephen R. Burrell  
City Manager

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