

June 21, 2005

Honorable Mayor and Members of
The Hermosa Beach City Council

Regular Meeting of
June 28, 2005

**PROJECT NO. CIP 04-113 CONCRETE STREET IMPROVEMENTS – VARIOUS LOCATIONS
AWARD CONSTRUCTION CONTRACT**

Recommendation:

It is recommended that the City Council:

1. Award the Construction Contract to Damon Construction Company in the amount of \$87,920.00;
2. Authorize the Mayor to execute and the City Clerk to attest subject to approval by the City Attorney; and
3. Authorize the Director of Public Works to make minor changes to the Damon Construction Company contract as necessary within the contingency of \$9,000.

SUMMARY:

On May 19, 2005, Project No. CIP 04-115 was advertised in the Easy Reader, Green Sheet (F.W. Dodge), and Reed Construction Data. A total of 14 bid packages were picked up. The City Clerk received 7 bids by the closing date of June 16, 2005. The bids were publicly opened and read aloud. The bid results were as follows:

BIDDER	CITY	TOTAL BID AMOUNT
1. Damon Construction Company	Cypress, CA	\$87,920
2. EBS, Inc.	Corona, CA	\$98,285
3. Nobest Inc.	Garden Grove, CA	\$99,000
4. Southland Construction	Irvine, CA	\$107,000
5. Kalban, Inc.	Sun Valley, CA	\$122,175
6. FS Construction	Sylmar, CA	\$125,000
7. Y & M Construction	Gardena, CA	\$154,500

All bids were responsive. The price of the apparent low bidder, Damon Construction Company, is \$2,080 (approximately 2.3%) below the engineer's estimate of \$90,000.

Background:

Project No. CIP 04-113 consists of sawcutting, removal of deteriorated concrete street sections, and installation of concrete pavement. This project will remedy badly damaged areas on various concrete streets.

Analysis:

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

The construction contract and contingency, amount to \$96,920. Since sufficient funds are available in the 301 Capital Improvement Fund, no additional appropriation is needed.

Fiscal Impact:

The apparent lowest bid price of \$87,920 and contingency of \$9,000 bring the total project budget to \$96,920. Sufficient funds are available; therefore, no additional appropriation is needed.

Attachment: Project Location Map

Respectfully submitted,

Concur:

Tristan D. Malabanan
Associate Engineer

Richard D. Morgan, P.E.
Director of Public Works/City Engineer

Noted for Fiscal Impact:

Concur:

Viki Copeland
Finance Director

Stephen R. Burrell
City Manager