

June 6, 2006

Honorable Mayor and Members of
The Hermosa Beach City Council

Regular Meeting of
June 13, 2006

**PROJECT NO. CIP 04-117 MANHATTAN AVE. STREET IMPROVEMENTS,
PROJECT NO. CIP 05-109 CONCRETE ROAD RECONSTRUCTION AT VARIOUS LOCATIONS,
PROJECT NO. CIP 05-120 STREET IMPROVEMENTS AT VARIOUS LOCATIONS
AWARD CONSTRUCTION CONTRACT**

Recommendation:

It is recommended that the City Council:

1. Authorize the award of a construction contract for the Manhattan Ave. Street Improvements, Concrete Road Reconstruction at Various Locations and Street Improvements at Various Locations to Sequel Contractors, Inc. of Santa Fe Springs, California, subject to negotiation of a Change Order reducing the Scope of Work such that the Contract amount including contingencies will be within the approved budgeted amount of \$2,198,150;
2. Authorize the Mayor to execute and the City Clerk to attest the Contracts subject to approval of the City Attorney; and
3. Authorize the Director of Public Works to approve changes within the approved budget.

Background:

On April 20, 2006, Project Numbers CIP 04-117, CIP 05-109, and CIP 05-120 Street Improvement Projects were advertised in the Easy Reader, Green Sheet (F.W. Dodge), and Reed Construction Data. A total of 8 bid packages were picked up. The City Clerk received 2 bids by the closing date of May 15, 2006. The bids were publicly opened and read aloud. Bid results were as follows:

<u>Company</u>	<u>Bid Amount</u>
Sequel Contractors, Inc.	\$2,783,450
All American Asphalt	\$3,198,615

Analysis:

In addition to advertising, the Notice Inviting Bids was sent to All American Asphalt, Sequel Contractors, Inc., Sully Miller Contracting, Excel Paving and Alliance Streetworks, Inc. The low bidder, Sequel Contractors, Inc., has been determined to be a responsive and responsible bidder and is highly recommended for this type of work. Therefore, staff recommends award of this contract.

Staff performed a review of the project and has identified a scope of work that can be eliminated to bring the project within budget while still addressing the needed street improvements. The original Manhattan Avenue Street Improvement project proposed new curb and gutter along the entire length of the street.


Staff will negotiate a change order with Sequel Contractors, Inc. to reduce the project scope described. Staff recommends eliminating this portion of the improvement except in specific areas needing drainage improvements. The new asphalt overlay will be placed abutting the existing concrete curb.

Fiscal Impact:

The total contract amount for Project No. CIP 04-117 Manhattan Ave. Street Improvements, Project No. CIP 05-109 Concrete Road Reconstruction at Various Locations, and Project No. CIP 05-120 Street Improvements at Various Locations is currently \$2,783,450. The current budget available in accounts 301-8117-4201, 301-8109-4201, 301-8120-4201, and 302-8120-4201 is \$2,198,150. Staff will negotiate a contract change order such that the total contract amount plus contingency does not exceed the project budget.

Respectfully submitted,

Concur:

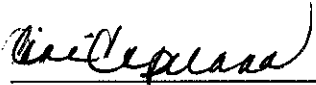


Frank Senteno, P.E.
Associate Engineer



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

Noted For Fiscal Impact:



Viki Copeland
Finance Director



Stephen R. Burrell
City Manager