



# *CITY COUNCIL AGENDA REPORT*

---

**MEETING DATE:** November 14, 2006

**ITEM NUMBER:**

**SUBJECT:** 2005-06 CDBG PROJECT: ALLEY NO. 123 - CITY PROJECT NO. 06-09

**DATE:** OCTOBER 24, 2006

**FROM:** PUBLIC SERVICES DEPARTMENT/ENGINEERING DIVISION

**PRESENTATION BY:** WILLIAM J. MORRIS, DIRECTOR OF PUBLIC SERVICES

**FOR FURTHER INFORMATION CONTACT:** ERNESTO MUNOZ, CITY ENGINEER, (714) 754-5343

---

## **RECOMMENDATION:**

1. Accept the work performed by Kalban, Inc. and authorize the City Clerk to file the Notice of Completion.
2. Release the Labor and Material Bond seven months after the filing date; release the Faithful Performance Bond twelve months after the filing date; and release the retention monies 35 days after the Notice of Completion filing date.

## **BACKGROUND:**

At the regular Council meeting of August 15, 2006, a construction contract in the amount of \$187,145.64 was awarded to Kalban, Inc., 9075 Glenoaks Boulevard, Sun Valley, CA 91352.

The scope of work for this project, in general, consisted of the total removal and reconstruction of the existing structural section of the alley (between Valencia Street and El Camino Drive, from La Salle Avenue to Mendoza Drive). The work also consisted of the removal and reconstruction of alley entrances; installation of missing access ramps within the project limits; and all other pertinent and incidental work.

## **ANALYSIS:**

The work required by the contract documents was completed on October 6, 2006, to the satisfaction of the City Engineer and the Director of Public Services. The final contract cost amounted to \$189,944.24. A report of the final costs is shown herein as "Attachment 1."

A summary of the costs is as follows:

Original Contract Cost:	\$187,145.64
Change Order No. 1:	<u>\$2,798.60</u>
Final Contract Cost:	\$189,944.24

Change Order No. 1 in the amount of \$2,798.60 was for additional asphalt concrete to transition and patch adjoining pavement on private property that was severely deteriorated. The final contract price reflects a 1.5 percent increase to the original contract as a result of the aforementioned change order.

Engineering staff has collected and reviewed all labor compliance documents for adherence with the project guidelines. As of this date, there are no Stop Notices filed against the monies due to Kalban, Inc.

**ALTERNATIVES CONSIDERED:**

There were no alternatives considered for this item.

**FISCAL REVIEW:**

There is no fiscal impact due to this item.

**LEGAL REVIEW:**

There is no legal review required on this item.

**CONCLUSION:**

It is recommended that the City Council authorize staff to file the Notice of Completion; release the remaining retention monies 35 days after the Notice of Completion filing date; and release the bonds accordingly.

---

ERNESTO MUNOZ  
City Engineer

---

WILLIAM J. MORRIS  
Director of Public Services

ATTACHMENTS: "1" [Cost Summary](#)

DISTRIBUTION: City Manager  
Assistant City Manager  
City Attorney  
City Clerk  
Staff  
File