



CITY COUNCIL AGENDA REPORT

MEETING DATE: DECEMBER 7, 2010

ITEM NUMBER:

SUBJECT: REHABILITATION OF ALLEY NO. 47 (BETWEEN CLEVELAND AVENUE AND COOLIDGE AVENUE AND FROM BAKER STREET TO PAULARINO AVENUE) - CITY PROJECT NO. 10-12

DATE: NOVEMBER 18, 2010

FROM: PUBLIC SERVICES DEPARTMENT/ENGINEERING DIVISION

PRESENTATION BY: PETER NAGHAVI, DIRECTOR, DEPARTMENT OF PUBLIC SERVICES

FOR FURTHER INFORMATION CONTACT: ERNESTO MUÑOZ, CITY ENGINEER, (714) 754-5335

RECOMMENDATION:

1. Adopt plans, specifications, and working details for the Rehabilitation of Alley No. 47 (Between Cleveland Avenue and Coolidge Avenue and from Baker Street to Paularino Avenue), City Project No. 10-12.
2. Award a construction contract to Black Rock Construction, 282 North St. Crispen Avenue, Brea, California, 92821, in the amount of \$155,000.00.
3. Authorize the Mayor and the City Clerk to execute the Public Works Agreement.

BACKGROUND:

A Citywide Alley Report was presented to the City Council in September 2007. At that time the Council adopted an Alley Improvement Priority List to address the City's alley system beginning with those alleys in the worst condition. The City has improved many alleys from the list, and Alley No. 47 (between Cleveland Avenue and Coolidge Avenue and from Baker Street to Paularino Avenue) is now at the top of the priority list.

ANALYSIS:

The pavement rehabilitation process for Alley No. 47 consists of removal of the existing alley section, construction of a new concrete pavement section; and other incidental work needed to complete the project in accordance with the contract documents.

The City Clerk received and opened seventeen (17) bids for this project on October 4, 2010. Black Rock Construction was the apparent low bidder with a bid proposal of \$155,000.00. The Engineer's estimate was \$260,505.00; and the average of the seventeen (17) bids received for this project amounted to \$198,462.18.

An analysis of the bids indicates that the apparent low bidder submitted a proposal that is forty percent (40%) lower than the Engineer's estimate. The variance between the low bidder and the Engineer's estimate may be attributed to the highly competitive conditions prevalent in the construction industry at this time. The Bid Abstract is included as Attachment "1".

The license and references of Black Rock Construction were checked and staff has found them to be in good standing.

ALTERNATIVES CONSIDERED:

The alternative to this Council action would be to reject all the bids. If all the bids were rejected, the City would need to readvertise or cancel the project. Staff believes that readvertising the project will not result in lower bids.

FISCAL REVIEW:

Funding for this project is available from appropriated Gas Tax revenues in the Fiscal Year 2010-2011.

LEGAL REVIEW:

Black Rock Construction has furnished the necessary bonds and insurance, which have been approved as to form by the City Attorney. After the award and subsequent execution of the contract, a "Notice to Proceed" will be issued.

CONCLUSION:

The City has received bids for the rehabilitation of Alley No. 47 (Between Cleveland Avenue and Coolidge Avenue and from Baker Street to Paularino Avenue), City Project No. 10-12. Staff has evaluated all of the bids and recommends that the City Council adopt the plans, specifications, and working details for said project; award the contract to the apparent low bidder Black Rock Construction in the amount of \$155,000.00; and authorize the Mayor and the City Clerk to execute the Public Works Agreement.

ERNESTO MUÑOZ
City Engineer

PETER NAGHAVI, Director
Department of Public Services

COLLEEN O'DONOGHUE
Assistant Finance Director

ATTACHMENT: "1" [Bid Abstract](#)

DISTRIBUTION: City Manager
Assistant City Manager
City Attorney
City Clerk
Development Services Director
Staff
File