



CITY COUNCIL AGENDA REPORT

MEETING DATE: JUNE 17, 2014

ITEM NUMBER:

SUBJECT: 2013-2014 COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG): WALLACE AVENUE IMPROVEMENTS FROM WEST 19TH STREET TO HAMILTON STREET- CITY PROJECT NO. 14-03

DATE: JUNE 5, 2014

FROM: PUBLIC SERVICES DEPARTMENT/ENGINEERING DIVISION

PRESENTATION BY: ERNESTO MUNOZ, PUBLIC SERVICES DIRECTOR

FOR FURTHER INFORMATION CONTACT: FARIBA FAZELI, CITY ENGINEER, (714) 754-5335

RECOMMENDATION:

1. Adopt plans, specifications, and working details for the Wallace Avenue Improvements from West 19th Street to Hamilton Street, City Project No. 14-03.
2. Award a construction contract to Copp Contracting, Inc., 6751 Stanton Avenue, Buena Park, California 90621, in the amount of \$366,188.55.
3. Approve Budget Adjustment No. 14-029 (Attachment 1) in the amount of \$122,000.
4. Authorize the Mayor and the City Clerk to execute the Public Works Agreement.

BACKGROUND:

Based on staff's observations and recommendations from the City's Pavement Management System, Wallace Avenue from West 19th Street to Hamilton Street is in need of pavement rehabilitation. Wallace Avenue is located within a low to moderate income residential area, which is eligible for the Community Development Block Grant federal funding.

ANALYSIS:

The pavement rehabilitation process for Wallace Avenue consists of mill and Asphalt Concrete overlay of pavement, removal and reconstruction of damaged curb and gutter, driveways and sidewalk, and other incidental work needed to complete the project in accordance with the contract documents.

The City Clerk received and opened nine (9) bids for this project on March 24, 2014. Copp Contracting, Inc., was the apparent low bidder with a base bid proposal of \$366,188.55. The Engineer's estimate was \$392,778.50; and the average of the nine (9) bids received for this project amounted to \$422,089.91.

An analysis of the bids indicates that the apparent low bidder submitted a proposal for the base bid that is approximately seven (7%) percent 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 2.

The license and references of Copp Contracting, Inc., have been 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:

In Fiscal Year 2013-2014, City Council allocated \$250,000 from CDBG Funds towards rehabilitation of Wallace Avenue. The attached Budget Adjustment No. 14-029, in the amount of \$122,000, will provide sufficient funding to move forward with the construction.

LEGAL REVIEW:

Copp Contracting, Inc., 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 2013-2014 CDBG Project: Wallace Avenue Improvements from West 19th Street to Hamilton Street, City Project No. 14-03. 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 Copp Contracting, Inc., in the amount of \$366,188.55; approve Budget Adjustment No. 14-029 in the amount of \$122,000, and authorize the Mayor and the City Clerk to execute the Public Works Agreement.

ERNESTO MUNOZ
Public Services Director

FARIBA FAZELI
City Engineer

STEVE DUNIVENT
Interim Finance Director

ATTACHMENTS: 1- [BA No. 14-029](#)
 2- [Bid Abstract](#)

DISTRIBUTION: Chief Executive Officer
 City Attorney
 Finance Director
 City Clerk
 Staff
 File