



# CITY COUNCIL AGENDA REPORT

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MEETING DATE: JULY 15, 2014

ITEM NUMBER:

**SUBJECT: RED HILL AVENUE REHABILITATION PROJECT (FROM BRISTOL STREET TO PAULARINO AVENUE), CITY PROJECT NO.13-02**

**DATE: JULY 3, 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**

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## **RECOMMENDATION:**

1. Accept the work performed by R. J. Noble Company and authorize the City Clerk to file the Notice of Completion.
2. Release the Labor and Material Bond seven (7) months after the filing date; release the Faithful Performance Bond one (1) year after the filing date; and release the retention monies 35 days after the Notice of Completion filing date.

## **BACKGROUND:**

On April 16, 2013, a construction contract in the amount of \$1,376,938.75 was awarded to R.J. Noble Company, 15505 East Lincoln Avenue, Orange CA 92865.

The scope of work for this project consisted of resurfacing the asphalt concrete pavement on Red Hill Avenue. In addition, incidental work for this contract included localized reconstruction of curb and gutter, cross gutter, and sidewalk; installation of ADA ramps within the project limits; construction of new concrete bus pads; new traffic striping, loop detector replacement and traffic control; and all other tasks necessary to perform and complete the work as required per the contract documents.



Before Construction of New Improvements



Newly Constructed Roadway

**ANALYSIS:**

The work required by the contract documents was completed on May 9, 2014, to the satisfaction of the City Engineer. The final contract cost amounted to \$1,571,528.77. A report of the final costs is included herein as Attachment 1.

A summary of the costs is as follows:

Original Contract Cost:	\$1,376,938.75
Change Order No. 1:	\$206,460.00
Final Quantity Adjustment	<u>(\$11,869.98)</u>
Final Contract Cost:	\$1,571,528.77

Change Order No. 1 in the amount of \$206,460.00 was required to authorize the contractor to perform extra work that was determined to be necessary during the course of the project.

The final contract price reflects a 14.1% increase to the original contract as a result of the aforementioned Change Order. Pursuant to Council Policy No. 700-1, once the sum of the cumulative change orders for a project exceeds 10% of the original contract amount, all change orders must be approved by the City Council. At the March 18, 2014, Council Meeting, the City Council approved contract Change Order No. 1 and authorized the Chief Executive Officer to execute said change order.

As of this date, there are no Stop Notices filed against the monies due to R.J. Noble Company.

**ALTERNATIVES CONSIDERED:**

There were no alternatives considered for this item.

**FISCAL REVIEW:**

The SLPP grant funding covered 50 percent (50%) of the project cost and the remaining balance was funded through the City's available Measure M (M2) funds.

**LEGAL REVIEW:**

There is no legal review required on this item.

**CONCLUSION:**

The Rehabilitation of Red Hill Avenue (Bristol Street to Paularino Avenue), City Project No. 13-02, has been completed. 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.

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**ERNESTO MUNOZ**  
Public Services Director

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**FARIBA FAZELI**  
City Engineer

ATTACHMENT: 1 - [Cost Summary](#)

DISTRIBUTION: Chief Executive Officer  
Assistant Chief Executive Officer  
City Attorney  
City Clerk  
Staff  
File