



# CITY COUNCIL AGENDA REPORT

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MEETING DATE: SEPTEMBER 16, 2014

ITEM NUMBER:

**SUBJECT:** PALMER STREET ALLEY (ALLEY NO. 67 AND ALLEY NO. 69), 17<sup>TH</sup> PLACE ALLEYS (ALLEY NO. 99 AND ALLEY NO. 101), SANTA ANA AVENUE ALLEY (ALLEY NO. 100), FAIRWAY PLACE ALLEY (ALLEY NO. 117), AND LILLIAN PLACE ALLEY (ALLEY NO. 118) IMPROVEMENT PROJECT- CITY PROJECT NO. 14-10

**DATE:** SEPTEMBER 4, 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. Adopt plans, specifications, and working details for the Palmer Street Alley (Alley No. 67 and Alley No. 69), 17<sup>th</sup> Place Alleys (Alley No. 99 and Alley No. 101), Santa Ana Avenue Alley (Alley No. 100), Fairway Place Alley (Alley No. 117), and Lillian Place Alley (Alley No. 118) Improvement Project - City Project No. 14-10.
2. Award a construction contract to Patriot Contracting & Engineering, Inc., 22601 La Palma Avenue, Suite 100, Yorba Linda, CA 92887 in the amount of \$598,650.00.
3. Authorize the Mayor and the City Clerk to execute the Public Works Agreement.

## **BACKGROUND:**

The City owns and maintains 129 alleys. In November 20, 2007, a Citywide Alley Improvement Report was presented to the City Council. At that meeting, Council approved a City Alley Improvement Priority List to address the City's Alley System beginning with those alleys most in need of improvements. This project will include rehabilitation of the following alleys (Attachment 1):

1. Palmer Street Alley (Alley No. 67) – located between Palmer Street, Westminster Avenue, 15<sup>th</sup> Street, and Orange Street.
2. Palmer Street Alley (Alley No. 69) – located between Palmer Street, Santa Ana Avenue, 15<sup>th</sup> Street, and Westminster Avenue.
3. 17th Place Alley (Alley No. 99) – located between Santa Ana Avenue and Raymond Avenue just southwest of Cabrillo Street.
4. 17th Place Alley (Alley 101) – located between Santa Ana Avenue and Raymond Avenue just northeast of 17<sup>th</sup> Street.
5. Santa Ana Avenue (Alley No. 100) – located between 17th Place Alleys (Alley No. 99 and Alley No. 101).
6. Fairway Place Alley (Alley No. 117) - located between Fairway Place, Fairway Drive, Lillian Place, and Orange Avenue.
7. Lillian Place Alley (Alley No. 118) – located between Lillian Place, Fairway Drive, Del Mar Avenue, and Orange Avenue.

## **ANALYSIS:**

The pavement rehabilitation process for the Palmer Street Alleys, 17<sup>th</sup> Place Alleys, Santa Ana Avenue Alley, Fairway Place Alley, and Lillian Place Alley consists of removal of the existing asphalt concrete alley sections and construction of a new concrete pavement, and other incidental work needed to complete the project in accordance with the contract documents.

The City Clerk received and opened twelve (12) bids for this project on August 4, 2014. Patriot Contracting & Engineering was the apparent low bidder with a bid proposal of \$598,650.00. The Engineer's estimate was \$732,000.00; and the average of the twelve (12) bids received amounted to \$663,696.13. An analysis of the bids indicates that this apparent low bidder submitted a base bid proposal that is 18.2% 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 Patriot Contracting & Engineering, Inc., 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 are 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 has been budgeted in Fiscal Year 2014-2015 with the use of Gas Tax Funds.

**LEGAL REVIEW:**

Patriot Contracting & Engineering, Inc. has furnished the necessary bonds and insurance, which were 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 advertisement and bid opening for the Palmer Street Alley (Alley No. 67 and Alley No. 69), 17th Place Alleys (Alley No. 99 and Alley No. 101), Santa Ana Avenue Alley (Alley No. 100), Fairway Place Alley (Alley No. 117), and Lillian Place Alley (Alley No. 118) Improvement Project - City Project No. 14-10 has been completed. It is recommended that the City Council adopt the plans, specifications, and working details for said project; award the contract to the apparent low bidder, Patriot Contracting & Engineering, Inc., in the amount of \$598,650.00; and authorize the Mayor and the City Clerk to execute the Public Works Agreement.

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**ERNESTO MUNOZ**  
Public Services Director

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**FARIBA FAZELI**  
City Engineer

ATTACHMENTS:      1 - [Location of Alleys](#)  
                             2 - [Bid Abstract](#)

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