



City of Arts & Innovation

City Council Memorandum

City of Arts & Innovation

TO: HONORABLE MAYOR AND CITY COUNCIL **DATE: NOVEMBER 3, 2020**

FROM: PUBLIC WORKS DEPARTMENT **WARDS: 5**

SUBJECT: AWARD BID NO. 7781 FOR THE CONSTRUCTION OF FISCAL YEAR 2018/2019 COMMUNITY DEVELOPMENT BLOCK GRANT WARD 5 STREET IMPROVEMENTS FOR HAYES STREET, TAFT STREET, AND MYERS STREET TO ALL AMERICAN ASPHALT OF CORONA, CALIFORNIA IN THE AMOUNT OF \$292,228

ISSUE:

Award Bid No. 7781 for Fiscal Year 2018/2019 Community Development Block Grant Ward 5 Street Improvements for Hayes Street, Taft Street, and Myers Street to All American Asphalt of Corona, California, in the amount of \$292,228.

RECOMMENDATIONS:

That the City Council:

1. Award a construction contract for Bid No. 7781 for Fiscal Year 2018/2019 Community Development Block Grant Ward 5 Street Improvements for Hayes Street, Taft Street, and Myers Street to All American Asphalt of Corona, California, in the amount of \$292,228; and
2. Authorize the City Manager, or his designee, to execute the construction contract with All American Asphalt, including making minor non-substantive changes.

BACKGROUND:

The Community Development Block Grant (CDBG), as a part of the United States Department of Housing and Urban Development (HUD), provides annual funding to local entitlement communities for a wide range of programs, such as infrastructure, affordable housing and economic development.

On June 5, 2018, City Council approved and appropriated the recommendations from the Community and Economic Development Department of CDBG funding for the Program Year 2018/2019.

On January 7, 2020, the City Council: (1) authorized an amendment to the 2017-2018 Housing and Urban Development Annual Action Plan to cancel the Ward 6 project to perform sidewalk improvements for the westerly side of Harrison Street from 150' South of Sharon Avenue to

Estrellita Street and to reprogram the \$64,641 in Community Development Block Grant funds allocated to that project; (2) authorized an amendment to the 2018-2019 Housing Urban Development Annual Action Plan to cancel the Ward 5 project to perform street improvements on Susan and Lila Streets from Helena to Diana Avenues and Diana Avenue from Susan to Lila Streets and to reprogram the \$200,423 in Community Development Block Grant funds allocated to that project; (3) authorized an amendment to the 2018-2019 Housing Urban Development Annual Action Plan to add a Ward 5 project to perform street improvements on Hayes Street from Myers to Roosevelt Streets, and Myers and Taft Streets from Hayes Street to Magnolia Avenue and allocate the funds from the canceled projects and an additional \$59,886 of unprogrammed Community Development Block Grant funds to the project; and (4) authorized a Memorandum of Understanding with Public Works for the 2018-2019 Ward 5 Street Improvements Project and authorized the City Manager, or his designee, to execute the Amendment to the Memorandum of Understanding, including making minor non-substantive changes and to sign all documents and instruments necessary to implement this action.

DISCUSSION:

On August 19, 2020, Bid No. 7781 for FY 2018/2019 CDBG Ward 5 Street Improvements for Hayes Street, Taft Street, and Myers Street (Project) was posted on PlanetBids to repave the streets and reconstruct damaged concrete curbs, gutters, pedestrian ramps, and sidewalks on Hayes Street from Myers Street to Roosevelt Street, and on Taft and Myers Street from Hayes Street to Magnolia Avenue (Attachment 1).

On September 15, 2020, 10 bids were received for the construction of the project (Attachment 2). The lowest responsive bid was from All American Asphalt, in the amount of \$292,228, which is 6.6% below the Engineer's Estimate.

The Community and Economic Development Director concurs with the award recommendation.

The Purchasing Manager concurs that the recommendation to award is in compliance with Purchasing Resolution 23256.

FISCAL IMPACT:

The estimated total project cost including design, construction, construction engineering and contingencies is \$380,000 (Table 1).

Table 1—Project Costs

Task	Amount
Design Engineering – in-house	\$6,740
Construction Contract	\$292,228
Construction Contingencies	\$29,222
Construction Engineering (Inspection, Survey, Materials Testing)	\$51,810
Total	\$380,000

Sufficient funds are available in the following accounts (Table 2) to award the contract and complete the Project. The estimated project expenditures will not exceed the CDBG allocations provided below.

Table 2— Project Funding

Account	Amount
Grants & Restricted Projects Fund, CDBG – FY 18/19 Ward 5 Hayes (Acct. 9169900611-440120)	\$324,950
Special Gas Tax Fund, CDBG Matching Funds - Gas Tax (Acct. 9888827152-440223)	\$55,050
Total	\$380,000

Prepared by: Kris Martinez, Public Works Director

Certified as to

availability of funds: Edward Enriquez, Chief Financial Officer/City Treasurer

Approved by: Rafael Guzman, Assistant City Manager

Approved as to form: Gary G. Geuss, City Attorney

Attachments:

1. Location Map
2. Bid Award Recommendation