



City of Arts & Innovation

City Council Memorandum

TO: HONORABLE MAYOR AND CITY COUNCIL **DATE: SEPTEMBER 5, 2017**
FROM: PUBLIC WORKS DEPARTMENT **WARDS: 1 AND 4**
SUBJECT: AWARD BID NO. 7496 FOR THE CONSTRUCTION OF THE 2015/2016 CDBG STREET IMPROVEMENTS FOR HOLDING STREET, LIME STREET AND EVANS STREET TO ALL AMERICAN ASPHALT, OF CORONA, CALIFORNIA, IN THE AMOUNT OF \$499,523

ISSUE:

Award a construction contract for Bid No. 7496 to resurface the existing pavement and replace concrete curbs, gutters, sidewalks and pedestrian ramps on Holding Street, Lime Street and Evans Street to All American Asphalt, of Corona, California, in the amount of \$499,523.00.

RECOMMENDATIONS:

That the City Council:

1. Award a construction contract for Bid No. 7496 - 2015/2016 CDBG Street Improvements for Holding Street, Lime Street and Evans Street to All American Asphalt, Corona, California, in the amount of \$499,523.00; and
2. Authorize the City Manager, or his designee, to execute the construction contract with All American Asphalt, including making minor non-substantial changes.

BACKGROUND:

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

On November 15, 2016, City Council approved the recommendation from the Community and Economic Development Department to reprogram CDBG funding to rehabilitate Evans Street from Grace Street to Madison Street in Ward 4 for the Program Year 2015/2016.

On December 6, 2016, City Council approved the recommendation from the Community and Economic Development Department to reprogram CDBG funding to rehabilitate Holding Street from Orange Street to Mulberry Street and Lime Street from Holding Street to First Street in Ward 1 for the Program Year 2015/2016.

DISCUSSION:

Below is a detailed description of the work to be performed at each Ward (Attachment 1):

Ward 1 - Resurface existing deteriorated asphalt, construct concrete pedestrian ramps, and reconstruct damaged concrete sidewalk, curb, and gutter on Holding Street from Orange Street to Mulberry Street and Lime Street from Holding Street to First Street.

Ward 4 - Resurface existing deteriorated asphalt, construct concrete pedestrian ramps and reconstruct damaged concrete sidewalk, curb, and gutter on Evans Street from Grace Street to Madison Street.

On July 13, 2017, seven bids were received for the construction of the Project (Attachment 2). The lowest responsive bid was from All American Asphalt, in the amount of \$499,523.00, which is 10.3% below the Engineer's estimate.

The Purchasing Services Manager and Community and Economic Development Director concur with the award recommendation.

FISCAL IMPACT:

The estimated total Project cost including design, construction, construction engineering and contingencies is \$620,000 (Table 1). On April 28, 2015, the City Council appropriated CDBG funds to complete separate projects within each associated individual ward with the understanding that the City would be responsible to fund the remaining balances for their completion (Table 2).

Table 1—Project Costs

Task	Amount
Design Engineering	\$22,000
Construction Contract	\$499,523
Construction Contingencies	\$49,952
Construction Engineering (Inspection, Survey, Materials Testing)	\$48,525
Total	\$620,000

Table 2—2015/2016 CDBG Funds

Source Account	Project Total	CDBG Available	Gas Tax Needed
Ward 1 Street Improvements (Acct. 9159400-440120)	\$402,743	\$265,106	\$137,637
Ward 4 Street Improvements (Acct. 9159800-440120)	\$217,257	\$112,097	\$105,160
Total	\$620,000	\$377,203	\$242,797

Sufficient funds are available in the above accounts and the CDBG Matching Funds Account No. 9888827-440223 (Gas Tax Funds) to provide the balance of funds needed to award the contract and complete the Project.

Prepared by: Kris Martinez, Public Works Director
 Certified as to
 availability of funds: Adam Raymond, Acting Chief Financial Officer/City Treasurer
 Approved by: Al Zelinka, FAICP, Assistant City Manager
 Approved as to form: Gary G. Geuss, City Attorney

Attachments:

1. Project Location Maps
2. Bid Award Recommendation