



City of Arts & Innovation

City Council Memorandum

TO: HONORABLE MAYOR AND CITY COUNCIL **DATE: MAY 14, 2019**

FROM: PUBLIC WORKS DEPARTMENT **WARDS: 5 AND 6**

SUBJECT BID NO. 7582 - AWARD BID FOR THE CONSTRUCTION OF THE FISCAL YEAR 2017/2018 COMMUNITY DEVELOPMENT BLOCK GRANT STREET IMPROVEMENTS FOR WILBUR STREET AND COOK AVENUE TO SEQUEL CONTRACTORS, INC. OF SANTA FE SPRINGS, CALIFORNIA IN THE AMOUNT OF \$587,546

ISSUE:

Award Bid No. 7582 for the Fiscal Year 2017/2018 Community Development Block Grant Street Improvements for Wilbur Street and Cook Avenue to remove and replace deteriorated asphalt concrete pavement and construct new or reconstruct damaged concrete curbs, gutters, sidewalks, and pedestrian ramps to Sequel Contractors, Inc. of Santa Fe Springs, California, in the amount of \$587,546.

RECOMMENDATIONS:

That the City Council:

1. Award Bid No. 7582 for Fiscal Year 2017/2018 Community Development Block Grant Street Improvements for Wilbur Street and Cook Avenue to Sequel Contractors, Inc. of Santa Fe Springs, California, in the amount of \$587,546; and
2. Authorize the City Manager, or his designee, to execute the construction contract with Sequel Contractors, Inc., including making minor non-substantial changes.

BACKGROUND:

The Community Development Block Grant, 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 May 9, 2017, the City Council approved the 2017-2018 HUD Annual Action Plan for expenditure of Community Development Block Grant funding, which included \$268,350 for the Cook Ave. street improvements project.

On May 22, 2018, City Council authorized an amendment to the FY 2017/2018 HUD Annual Action Plan to include the Ward 5 Wilbur Street paving project and allocated CDBG funds in the amount of \$110,714 for the project.

DISCUSSION:

Below is a detailed description of the work to be performed for each Ward. Maps are attached that show where the work will be completed (Attachment 1).

1. Ward 5 - Resurface existing pavement on Wilbur Street from Andrew Street to end of street, and reconstruct damaged concrete curbs, gutters, and sidewalks.
2. Ward 6 – Widen and resurface existing pavement on Cook Avenue from Tyler Street to Mobley Avenue, and construct new concrete curbs, gutters, sidewalks, a pedestrian ramp, and five street lights.

On April 4, 2019, eight bids were received for the construction of the Project (Attachment 2). The lowest responsive bid was from Sequel Contractors, Inc., in the amount of \$587,546, which is 12.04% above the Engineer's Estimate.

The Community and Economic Development Director concurs with the award recommendation. The Purchasing Manager concurs that the recommended action to award complies with the current Purchasing Resolution.

FISCAL IMPACT:

The estimated total Project cost including design, construction, construction engineering and contingencies is \$760,000. (Table 1)

Table 1—Project Costs

Task	Amount
Design Engineering	\$63,700
Construction Contract	\$587,546
Construction Contingencies	\$58,754
Construction Engineering (Inspection, Survey, Materials Testing)	\$50,000
Total	\$760,000

Table 2— Project Funding

Task	Amount
CDBG – Ward 5 Wilbur Street (Acct. 9165100-440120)	110,714
CDBG – Ward 6 Cook Avenue (Acct. 9161710-440120)	268,350
RPU – Ward 6 Street Lighting (Acct. 6130000-470637)	60,566
Slurry Seal/ARAM - Gas Tax (Acct. 9889427-440223)	31,797
Sidewalk Repair – Gas Tax (Acct. 9888627-440223)	24,000
New Sidewalk - Gas Tax (Acct. 9888527-440223)	33,687
Curb/Gutter Repair - Gas Tax (Acct. 9888327-440223)	27,000
Minor Streets Rehab - Gas Tax (Acct. 9888427-440223)	203,886
Total	\$760,000

Sufficient funds are available in the above accounts to award the contract and complete the Project.

Prepared by: Kris Martinez, Public Works Director
Certified as to
availability of funds: Edward Enriquez, Chief Financial Officer/Treasurer
Approved by: Rafael Guzman, Assistant City Manager
Approved as to form: Gary G. Geuss, City Attorney

Attachments:

1. Location Maps
2. Bid Award Recommendation