

# City Council Memorandum

City of Arts & Innovation

TO: HONORABLE MAYOR AND CITY COUNCIL DATE: MARCH 2, 2021

FROM: PUBLIC WORKS DEPARTMENT WARDS: 1, 4, 5, 6 & 7

SUBJECT: AWARD BID NO. 7705 FOR THE CONSTRUCTION OF FISCAL YEAR 2019/2020

SB-1 MAINTENANCE AND TRAFFIC IMPROVEMENTS TO ALL AMERICAN

ASPHALT OF CORONA, CALIFORNIA IN THE AMOUNT OF \$2,681,359

# **ISSUE**:

Award Bid No. 7705 for Fiscal Year 2019/2020 SB-1 Maintenance and Traffic Improvements to All American Asphalt Inc. of Corona, California, in the amount of \$2,681,359.

# **RECOMMENDATIONS:**

That the City Council:

- Award a construction contract for Bid No. 7705 for Fiscal Year 2019/2020 SB-1
   Maintenance and Traffic Improvements to All American Asphalt of Corona, California, in
   the amount of \$2,681,359; 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:**

On April 28, 2017, the California Governor signed Senate Bill 1, which is referred to as the Road Repair and Accountability Act of 2017 (SB-1), to address basic road maintenance, rehabilitation and critical safety needs on both the state highway and local street networks. SB-1 is funded by the gallon fuel excise taxes, diesel fuel sales taxes, and vehicle registration fees. The taxes may adjust in future years proportionally to inflation.

The California State Controller's Office deposits various portions of these revenues into the State's Road Maintenance and Rehabilitation Account (RMRA). A percentage of the RMRA funds are apportioned by formula to eligible cities and counties pursuant to Streets and Highways Code Section 2032(h) as part the SB-1 Local Street and Roads Program.

On July 16, 2019, the City Council adopted Resolution No. 23477 to approve the FY 2019/2020 Project List to be completed utilizing the projected FY 2019/2020 SB-1 revenues.

## **DISCUSSION:**

On November 12, 2020, Bid No. 7705 for FY 2019/2020 SB-1 Maintenance and Traffic Improvements (Project) was posted on PlanetBids to perform the following work at various

locations throughout the City (Attachment 1):

- 1. Repave and rehabilitate 1.4 miles of arterial streets Adams Street (Victoria Avenue to Indiana Avenue) and La Sierra Avenue (Pierce Street to Gramercy Place);
- 2. Repave and rehabilitate 1.8 miles of minor streets;
- 3. Reconstruct damaged concrete curbs, gutters, sidewalks, driveways, and pedestrian ramps throughout the Project locations; and
- 4. Install new signing and striping throughout as required.

On December 10, 2020, ten bids were received for the construction of the Project (Attachment 2). The lowest responsive bid was from All American Asphalt in the amount of \$2,681,359, which is 9.2% below the Engineer's Estimate.

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 \$3,200,000 (Table 1).

Table 1—Project Costs

Task		Amount
Design Engineering – In House		\$218,641
Construction Contract		\$2,681,359
Construction Contingencies		\$150,000
Construction Engineering, Inspection, and Survey (In House) Construction Materials Testing (TBD from Approved Panel)		\$150,000
	Total	\$3,200,000

Sufficient funds are available in The Gas Tax Fund RMRA Rehabilitation & Traffic Improvements project account 9902927-440237 to award the construction 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: Kristi J. Smith, Interim City Attorney

#### Attachments:

- 1. Project Location Map
- 2. Bid Award Recommendation
- 3. Presentation