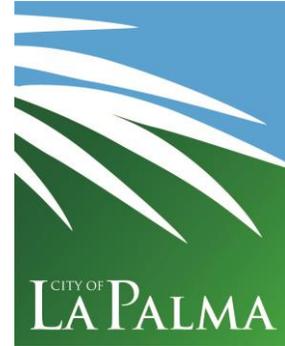


City of La Palma

Agenda Item No. xx



MEETING DATE: May 21, 2019

TO: CITY COUNCIL

FROM: CITY MANAGER

SUBMITTED BY: Mike Belknap, Community Services Director

AGENDA TITLE: Award of Contract to RJ Noble Company for the Orangethorpe Avenue Rehabilitation Project, City Project No. ST-346

RECOMMENDED ACTION:

It is recommended that the City Council take the following actions:

- a) Approve Award of Contract in the amount of \$435,035 to, the low bidder, RJ Noble Company for the Orangethorpe Avenue Rehabilitation Project, City Project No. ST-346; and
- b) Approve the funding agreement in the amount of \$57,000, with the City of Cerritos for completion of the Orangethorpe improvements within the City of Cerritos.

SUMMARY:

The project rehabilitates Orangethorpe Avenue from Moody Street to Walker Street. City staff discussed and negotiated with the City of Cerritos to improve the Cerritos portion as part of the overall project with La Palma being the lead agency. The Cerritos portion is the north half of Orangethorpe from Moody Street to the Coyote Creek Bridge. Staff worked with each City Attorney to prepare the funding agreement with the City of Cerritos to reimburse the City of La Palma for the costs associated with the work in Cerritos. The final costs will be determined based on final project quantities.

The scope of work include pavement dig-outs and asphalt replacement, storm water compliance, traffic control, concrete bus pad repairs, curb, gutter and sidewalk repairs, and construction at the Coyote Creek Bridge for ADA compliance. Additional work includes adjusting manholes, utility vaults, sign and striping replacements, traffic loop replacements, and all materials, equipment, tools, labor, and incidentals needed to complete the project per the plans and specifications.

On April 10, 2019, the City advertised and solicited bids on the City's website, E-Bid Boards, and in the News Enterprise City Project No. ST-346. Additionally, staff directly emailed the Notice Inviting Bids to the four (4) contractors that the City Engineer has had direct experience with on other road improvement projects.

On May 2, 2019, seven (7) bids were received and opened, as follows:

BIDDING CONTRACTOR	BASE BID	BID ALTERNATE	TOTAL BID
1. RJ Noble – Orange	\$378,045	\$56,990	\$435,035
2. Shawnan – Downey	\$367,100	\$70,700	\$437,800
3. Sequel Construction – Santa Fe Springs	\$380,710	\$90,475	\$471,185
4. All American Asphalt – Corona	\$431,249	\$77,655	\$508,904
5. Excel Paving – Long Beach	\$447,780	\$65,205	\$512,985
6. EC Construction – South El Monte	\$436,040	\$82,866	\$518,907
7. Onyx Paving – Anaheim	\$499,000	\$96,000	\$595,000

Staff reviewed the bid documents to determine if all required bid documents were submitted as required. The apparent low bidder, RJ Noble Company submitted the required documents with their bid. The City of Cerritos reviewed the bid documents and concurs with the bid results. RJ Noble, Company has performed arterial and residential street rehabilitation projects for various Southern California jurisdictions, and their work product was satisfactory. They have performed work for the Cities of Dana Point, Lake Forest, Murrietta, Orange, Riverside, and La Palma. References from these Cities also indicate that their work product was excellent. The last paving project in La Palma was completed by RJ Noble Company to the satisfaction of City staff.

The City of Cerritos recommends execution of the funding agreement for project cost reimbursements to the mutual benefit for both jurisdictions and the residents. The funding agreement stipulates that the Cerritos will reimburse La Palma the bid alternate amount of \$56,990 which will be adjusted per final quantities upon completion of the project. The engineer's estimate for this project is \$525,000.

The table below presents the total project cost, including a five percent contingency.

Figure 1

DESCRIPTION	AMOUNT
Construction Cost	\$435,035
Contingency 5%	\$ 21,752
Construction Engineering and Inspection (in-house for cost savings)	\$ 0
Total Estimated Project Construction Cost	\$456,787

Approval of the agenda item also authorizes the expenditure of all available contingencies in the project. The contingencies will be available for any necessary change orders associated with unforeseen circumstances. Examples include additional pavement removals for pavement structural compliance, replacement quantities not identified in the scope of work for the project, or any other miscellaneous repairs necessary to complete the project. Said circumstances are typical for this type of project. The contingency amount is proposed at five percent (5%) of the construction cost. The contract may be increased to a maximum of twenty-five percent (25%) per the Standard Specifications for Public Works Construction, otherwise known as the "Greenbook."

TENTATIVE SCHEDULE:

Award contract	May 21, 2019
Execute agreement	May 22, 2019
Commence construction	June 17, 2019
Complete Construction	September 6, 2019
Project closeout	September 30, 2019

FISCAL IMPACT:

The City FY 2018-19 Capital Improvement Program (CIP) identifies funding for this project as follows:

- 1. COR Funds (035-900-8131-0000) \$542,000

As project completion will not occur prior to June 30, 2019, the project will be included in the FY 2019-20 CIP as follows:

- 1. COR Funds (035-900-8131-0000) \$460,000
- Cerritos Reimbursement (\$ 57,000)
- Total Budget** **\$403,000**

After completion of the project, the City will prepare an invoice to the City of Cerritos per the funding agreement, based on final project quantities for reimbursement of the costs to complete the improvements in Cerritos. The preliminary reimbursement is \$57,000, which will be adjusted per final quantities.

APPROVED:

Department Director

Administrative Services
Director

City Manager

Attachments:

- 1. Proposed Agreement with RJ Noble Company
- 2. Proposed Agreement with the City of Cerritos