# **REPORT TO THE CITY COUNCIL**

HOT SPRIVE GOVERNMENT

DATE: February 5, 2019

TITLE: Award of Construction Contract for the Desert View Avenue Sidewalk Project Number 2017-19

Prepared by:Nicholas Haecker Public Works ManagerReviewed by:Daniel Porras Public Works Director

## RECOMMENDATION

Award a Construction Contract Agreement to the lowest responsible qualified bidder, Onyx Paving Company Inc.; authorize the City Manager to execute the Agreement for the Desert View Avenue Sidewalk Project - SB 821 with Onyx Paving Company Inc. in an amount not to exceed \$696,000.00; and approve additional project expenses which include a 10% contingency of \$69,600, as-needed materials testing of \$10,000, as-needed inspection services of \$45,000, and cluster mailboxes of \$13,000, which brings a total project budget of \$833,600.

## DISCUSSION

The Desert View Sidewalk Project proposes to construct new sidewalks, curbs and gutters, ADA ramps, new street markings, and crosswalks along both sides of Desert View Avenue between Verbena Drive and Palm Drive.

On September 27, 2017, Riverside County Transportation Commission notified the City of Desert Hot Springs that the Desert View Sidewalk Project was awarded funding in the total of \$293,000 by the Commission from SB 821 Grant Funds. The funding will be available on a reimbursement basis after the project is completed, and the project must be completed within two years.

After the notification of award, City Staff proceeded with the completion of the Plans Specifications and Estimates (PS&E), and then proceeded with issuing a Request for Bid Proposal for the Construction of the Desert View Avenue Street Improvement Project # 2017-19. The Notice Inviting Bids was posted on the City's website, in the local newspaper, and with Planit Reprographics, a local valley clearing house for public bid solicitations. On December 18, 2018 the City received eight (8) bids. The results of the bids are as follows:

Contractor	Address	Total Bid Amount
Onyx Paving Company Inc.	2890 E. La Cresta Ave Anaheim, Ca 92806	\$ 696,000.00
Hardy & Harper, Inc.	1312 E. Warner Ave Santa Ana, Ca 92240	\$ 797,169.00
All American Asphalt	P.O. Box 2229 Corona, Ca 92878	\$ 827,899.00
Tri-Star Contracting II, Inc.	15501 Little Morongo Rd Desert Hot Springs, Ca 92240	\$ 884,578.90
EBS General Engineering, Inc	1320 E. Sixth, Suite 100 Corona, Ca 92879	\$ 912710.00
California Hwy Construction Group, Inc.	1647 Willow Pass Rd #150 Concord, Ca 94520	\$ 961,898.00
Granite Construction Co.	38000 Monroe St Indio, Ca 92203	\$ 999,892.00
Desert Concepts Construction, Inc.	79-775 Ave 40 Indio, Ca 92203	\$ 1,082,222.50

Staff reviewed the bids and verified all submittals and determined the lowest responsible qualified bidder to be Onyx Paving Company Inc., with a total bid amount of \$ 696,000.00. While checking Onyx Paving Company Inc. references, it was determined that they do have the qualifications needed to lead this project.

Staff is recommending that Council award the construction contract agreement to the lowest responsible qualified bidder, Onyx Paving Company Inc. and authorize the City Manager to execute the agreement in an amount of \$696,000.00.

Staff is also recommending that the Council approve additional project expenses in the overall project budget to allow for a timely construction process. Those project expenses include: a contingency of 10% (\$69,600.00), as-needed material testing services (\$10,000), as-needed inspection services (\$45,000), and cluster mailboxes (\$13,000). This will bring the total overall project budget to \$833,600.00.

## **FISCAL IMPACT**

Currently there is sufficient funding budgeted in the Fiscal Year 2018-2019 budget using the following funding sources: \$293,000 in SB821 Funds (Fund 210), 100,000 in SB1 Funding (Fund 210), and 440,600 in Development Impact Fee - Streets/Traffic Signals/Bridges (Fund 103).

Contract = \$696,000 Contract 10% Contingency = \$69,600 As-needed Materials Testing = \$10,000 As-needed inspection services = 45,000 Cluster mailbox purchase and installation = \$13,000

Total Project Budget = \$833,600.00

## EXHIBIT(S)

- 1) Project Map
- 2) Bid Proposal Onyx Paving Company Inc.
- 3) Notice of Inviting Bids
- 4) Bid Item Tabulation Table
- 5) Public Works Construction Agreement Onyx Paving Company Inc.