



AGENDA REPORT

SAN CLEMENTE CITY COUNCIL MEETING
Meeting Date: June 18, 2019

Agenda Item 6-S

Approvals:

City Manager [Signature]

Dept. Head [Signature]

Attorney [Signature]

Finance [Signature]

Department: Public Works / Engineering
Prepared By: Chris Tanio, Associate Civil Engineer

Subject: *CONSTRUCTION CONTRACT AWARD TO EBS GENERAL ENGINEERING, INC. FOR THE CALLE DE LOS MOLINOS, CALLE DE INDUSTRIAS, AND AVENIDA NAVARRO STREET REHABILITATION PROJECT, PROJECT NO. 16352 AND 16353.*

Fiscal Impact: Yes, \$566,620 will be needed to complete the subject project as discussed below. There is funding available in the Street Improvement Fund for this additional cost, and staff expects a forthcoming developer contribution that will offset a significant portion of this extra cost.

Summary: Staff recommends that the City Council approve a construction contract with EBS General Engineering Inc., in an amount not to exceed \$1,062,210 for the purpose of performing pavement rehabilitation. The project location and limits can be seen in Attachment 1.

Background: In general, the scope of work for the project includes selected full pavement section reconstruction, repair of failed pavement areas, asphalt grinding and new overlay, installation of new curb ramps and upgrade existing curb ramps, replacement of deficient curb and gutter, installation of new sidewalk and re-striping. The project street segments include the following which are depicted in Attachment 1:

- Calle De Los Molinos from Avenida Pico to Avenida Navarro;
- Calle De Industrias from Avenida Pico to Calle De Los Molinos; and
- Avenida Navarro from Avenida Pico to Calle De Los Molinos.

Discussion: Bids were opened on June 6, 2019 and the results are presented on the attached Bidder's Listing (Attachment 2). The lowest responsive bidder was EBS General Engineering Inc. of Corona, California, with a total bid amount of \$1,062,211. Based on the low bid, the total estimated project cost is \$1,232,165 as summarized below:

Project Budget Summary

Construction	\$1,062,211
Construction Management & Inspection (6%)	63,733
<u>Project Contingency (10%)</u>	<u>106,221</u>
Estimated Total Project Cost (rounded up)	\$1,232,165

The existing project budget of \$665,545 is not adequate for estimated expenditures. The project was estimated several years ago but deferred until completion of the I5/Avenida Pico interchange project, and the project design has changed to improve

existing drainage issues and sidewalk accessibility. To fund the additional cost of \$566,620, staff recommends a supplemental appropriation from the Street Improvement Fund which has available fund balance for this expense.

The Street Improvement Fund balance would be reduced to about \$1.6 million after the supplemental appropriation. However, staff expects a developer contribution of \$300,000 or more which would be deposited into the Street Improvement Fund to offset much of the increase. This contribution is related to the Marblehead Coastal development, which required the developer (currently Taylor Morrison Homes) to improve one-half of the existing Los Molinos street. To expedite completion and improve coordination with other planned street improvements in this area by the City, City and Taylor Morrison staff are pursuing an approach under which the City will perform all of the street improvement work on Los Molinos and Taylor Morrison will contribute funds to the City to satisfy this remaining public improvement obligation. That coordination is continuing along with related efforts to accept remaining developer improvements and release the remaining bonds for the development. Staff recommends proceeding with the project now using available Street Improvements funds so that this work can be completed before the coming winter. Staff will return to the Council in late Summer to seek approvals to release various development bonds and recognize the developer contribution for this item of work.

As required by City Policy and State Law, the Contractor will be required to provide performance and payment bonds simultaneously with execution of the construction contract. A warranty bond will also be required prior to City Council acceptance of the project. Project plans and specifications are on file in the City Clerk's office.

Recommended

Action: STAFF RECOMMENDS THAT the City Council:


1. Approve the plans and specifications for the Calle De Los Molinos, Calle De Industrias, and Avenida Navarro Street Rehabilitation Project, Project Nos. 16352 and 16353;
2. Approve a supplemental appropriation of \$566,620 to the Calle De Los Molinos, Calle De Industrias, and Avenida Navarro Street Rehabilitation Project Nos. 16352 and 16353 from the Street Improvement Fund undesignated fund balance; and
3. Approve and authorize the City Manager to execute, Contract No. _____, by and between the City of San Clemente and EBS General Engineering, Inc., in the amount of \$1,062,211.00, Calle De Los Molinos, Calle De Industrias, and Avenida Navarro Street Rehabilitation Project, Project Nos. 16352 and 16353.

Attachments: 1. Location Map
2. Bidders List

Notification: None.



Legend

 PROJECT LOCATION



City of San Clemente

0 75 150 300 Feet



6/7/2019

Bid Results for Project Street Rehab for Avenida Navarro, Calle De Los Molinos, and Calle De Industrias (16352 and 16353)
 Bid Due on June 6, 2019 2:00 PM (Pacific)

Bidder Info

Vendor Name	Address	City	State	ZipCode	Bid Amount	Format
EBS GENERAL ENGINEERING, INC.	1320 E. SIXTH ST., STE 100	CORONA	CA	92879	\$1,062,210.50	Electronic
All American Asphalt	400 E Sixth Street	Corona	CA	92879	\$1,117,117.00	Electronic
R.J. NOBLE COMPANY	15505 E. LINCOLN AVE	ORANGE	CA	92865	\$1,172,157.40	Electronic
PALP dba EXCEL	2230 Lemon Ave	Long Beach	CA	90806	\$1,277,829.00	Electronic
Hardy & Harper, Inc	32 Rancho Circle	Lake Forest	CA	92630	\$1,405,702.00	Electronic