



# *CITY COUNCIL AGENDA REPORT*

---

**MEETING DATE:** July 19, 2004

**ITEM NUMBER:**

**SUBJECT:** HAMILTON STREET REHABILITATION FROM PLACENTIA AVENUE TO POMONA AVENUE AND STORM DRAIN IMPROVEMENTS ON WALLACE AVENUE AND HAMILTON STREET - PROJECT "A" AND BERNARD STREET REHABILITATION FROM MAPLE AVENUE TO HARBOR BOULEVARD - PROJECT "B" - CITY PROJECT NO. 04-09

**DATE:** JULY 7, 2004

**FROM:** PUBLIC SERVICES DEPARTMENT/ENGINEERING DIVISION

**PRESENTATION BY:** WILLIAM J. MORRIS/DIRECTOR OF PUBLIC SERVICES

**FOR FURTHER INFORMATION CONTACT:** FARIBA FAZELI, ACTING CITY ENGINEER,  
(714) 754-5343

---

## **RECOMMENDATION:**

1. Award a construction contract to Sialic Contractors Corporation d.b.a. Shawnan (Shawnan), 12240 Woodruff Avenue, Downey, CA 90241, in the amount of \$1,140,739 (base bid total Project A + Project B only).
2. Authorize the Mayor and the Deputy City Clerk to execute the Public Works Agreement.

## **BACKGROUND:**

Based on staff's observations and recommendations from the City's Pavement Management System, Hamilton Street from Placentia Avenue to Pomona Avenue and Bernard Street from Harbor Boulevard to Maple Avenue are in need of pavement reconstruction at this time. In addition, the existing storm drain system on Victoria Street needs to be extended to Hamilton Street to collect the excess surface water.

## **ANALYSIS:**

On June 17, 2004, the Deputy City Clerk received and opened seven bids for this project. Shawnan was the apparent low bidder with a total base bid proposal of \$1,140,739. The Engineer's base bid estimate was \$1,109,554; and the average of the seven bids received amounted to \$1,338,991.04. The Bid Abstract is included herein as "Attachment 1."

In addition to the base bid, the bid solicitation also included additive bid items for construction of new sidewalk on Bernard Street. It was intended that the additive bid items would be added to the contract if sufficient funding was available. The apparent low bidder's total for the base bid plus all additive items was \$1,164,489. The Engineer's estimate for the base bid plus all additive bid items was \$1,349,850. However, since the amount of the base bid plus all additive items is not within the budgeted amount, the additive items that were not considered under this contract can be added to a future new sidewalk program. Staff recommends that the additive bid items not be included in the award of the contract.

The license and references of Shawnan were checked and staff has found them to be in good standing.

**ALTERNATIVES CONSIDERED:**

The alternative to this Council action would be to reject all the bids. If all the bids were to be rejected, the City would have to readvertise or cancel the project. Staff believes that readvertising the project will not result in lower bids.

**FISCAL REVIEW:**

The City Council approved the use of Community Development Block Grant (CDBG) funds in Fiscal Year 2003-04 to move forward with this project. There is currently \$739,283 in CDBG funds allocated for this project. There is also funding in the amount of \$401,456 allocated for this project from Gas Tax funds.

The purchase requisition for this expenditure (Attachment 2) has been approved by the Finance Department acknowledging the availability of the funds.

**LEGAL REVIEW:**

Shawnan has furnished the necessary bonds and insurance, which have been approved as to form by the City Attorney's office. After the award and subsequent execution of the contract, a "Notice to Proceed" will be issued.

**CONCLUSION:**

It is recommended that the City Council award the contract to Shawnan in the amount of \$1,140,739; and authorize the Mayor and the Deputy City Clerk to execute the Public Works Agreement.

---

FARIBA FAZELI  
Acting City Engineer

---

WILLIAM J. MORRIS  
Director of Public Services

---

MARC R. PUCKETT  
Director of Finance

DISTRIBUTION: City Manager  
Acting City Attorney  
Deputy City Clerk  
Staff  
File

ATTACHMENTS: "1" [Bid Abstract](#)  
"2" [Purchase Requisition](#)

File Name Award Hamilton  
Rehab Report

Date 07-07-04

Time 10:30 a.m.