

CITY OF LONG BEACH

AS SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF THE CITY OF LONG BEACH

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June 12, 2012

SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY
OF THE CITY OF LONG BEACH
City of Long Beach
California

RECOMMENDATION:

Approve and authorize the City Manager to execute a contract amendment with Sully-Miller Contracting Company in an amount not to exceed \$1,032,285 for streetscape improvements on Long Beach Boulevard from Del Amo Boulevard to 56th Street, and amend the Enforceable Obligation Payment Schedule and Recognized Obligation Payment Schedule as necessary to reflect such additional payments. (District 8)

DISCUSSION

On May 3, 2010, the former Redevelopment Agency of the City of Long Beach (Agency) approved a contract with Sully-Miller Contracting Company (Sully-Miller) for a streetscape improvement project on Long Beach Boulevard from Del Amo Boulevard to 56th Street. The project was approved as part of the implementation plan for the North Long Beach Strategic Guide for Redevelopment and the North Long Beach Street Enhancement Master Plan (Master Plan) adopted by the Agency on August 12, 2002. The work consists of street and parking surface reconstruction; decorative crosswalk pavers; new concrete sidewalks; street trees; installation of new decorative pedestrian and street light poles; new bus shelters; new raised, landscaped medians; and a one-way traffic couplet. Funding for the project is provided by bond proceeds from Agency bonds issued under the American Reinvestment and Recovery Act of 2009.

The Agency approved a maximum expenditure of \$5,161,424, inclusive of a 25 percent contingency of \$1,032,285, to pay for additional work that may be identified during the course of construction. The executed contract only reflected the base contract amount of \$4,129,139 and did not include the authorized contingency. Successor Agency approval is, therefore, now required to formally increase the Sully-Miller contract amount to add the contingency previously authorized by the Agency, and to amend the Enforceable Obligation Payment Schedule and Recognized Obligation Payment Schedule as necessary.

The amendment is necessary to continue the provision of an essential service in support of an enforceable third-party obligation as authorized by Health & Safety Code Section 34177(c) and 34177(i). The maximum cost for additional services under the amendment is \$1,032,285. Without this amendment, the project will remain incomplete.

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This matter was reviewed by Deputy City Attorney Richard Anthony on May 22, 2012 and Budget Management Officer Victoria Bell on May 24, 2012.

TIMING CONSIDERATIONS

Successor Agency action is required on June 12, 2012, in order to amend the contract with Sully-Miller Contracting Company to complete the Long Beach Boulevard streetscape project following Oversight Board approval.

FISCAL IMPACT

This project is funded by proceeds from the Agency's 2010 bond issue; excess bond proceeds remain to fund these activities. The contingency cost of \$1,032,285 will be appropriated in the Successor Agency Fund (SA270), in the Department of Development Services (DV), as part of a larger Successor Agency appropriation request during the third quarter, and the enforceable obligation payment schedule shall be amended accordingly. There is no impact to the General Fund and no local job impact associated with this recommendation.

SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,

PATRICK H. WEST CITY MANAGER

PHW:AJB:RMZ:SJ

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Attachment: Exhibit A – Site Map

Exhibit A – Site Map <u>Long Beach Boulevard Streetscape Improvements</u> <u>Del Amo Boulevard to 56th Street</u>



Streetscape Improvements
One-Way Traffic Couplet