



CITY OF LONG BEACH

R-32

DEPARTMENT OF PUBLIC WORKS

333 WEST OCEAN BOULEVARD • LONG BEACH, CA 90802 • (562) 570-6383 • FAX (562) 570-6012

January 6, 2009

HONORABLE MAYOR AND CITY COUNCIL
City of Long Beach
California

RECOMMENDATION:

Authorize the City Manager to execute a Second Amendment to Contract No. 30422 with Sully-Miller Contracting Company for the Contract for Minor Street Repairs and Improvements increasing the contract amount by \$8,650,000. (Citywide)

DISCUSSION

On December 4, 2007, City Council awarded a contract to Sully-Miller Contracting Company for the construction of minor improvements to streets, alleys, and publicly owned properties such as parks, playgrounds, beaches and the airport (Exhibit A). The contract was bid with an estimated value of work to be done over the 12-month contract period and includes contract language that allows the City to adjust the quantities of work based on need and budgetary considerations.

The contract provides for an "on-call" arrangement, whereby the contractor will provide the City with fixed unit prices to construct utility trench repairs for Gas & Water, minor street repairs, concrete repairs, storm drain repairs, taxiway and runway repairs, and irrigation repairs and improvements. The City will issue work orders to the contractor for specific locations with assigned work to be completed within a specified period. Upon the successful completion of a given work order, additional work orders will be assigned until available funding sources for this type of work have been depleted.

Work orders for items included in this contract will be issued as City departments identify repairs and improvements to be made. Following consultation with other departments that also utilize this contract, staff is proposing to increase the contract amount to cover anticipated needs for the following departments: Public Works, Airport, Water, Gas and Oil, and Community Development. Due to the extensive usage of Sully-Miller's services, an increase of \$8,650,000 is requested for Contract No. 30422. Note that the City is anticipating an 8.66 percent increase in Sully-Miller's contract charges for 2009, primarily due to increases sustained in union labor contracts, equipment costs, asphalt materials, and dump fees.

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HONORABLE MAYOR AND CITY COUNCIL

January 6, 2009

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This matter was reviewed by Deputy City Attorney Linda Trang on December 17, 2008 and by Budget Management Officer Victoria Bell on December 17, 2008.

TIMING CONSIDERATIONS

City Council action on this matter is requested on January 6, 2009 in order to allow Public Works projects provided under Sully-Miller's contract to continue throughout 2009.

FISCAL IMPACT

Individual purchase orders issued under this contract will be funded by the department issuing the purchase order within current appropriations; no appropriation increases are required. Projects supported by State transportation funding such as Gasoline Tax or Proposition 42 Traffic Congestion Relief will commence when the funding has been received from the State.

SUGGESTED ACTION:

Approve Recommendation

Respectfully submitted,


MICHAEL P. CONWAY
DIRECTOR OF PUBLIC WORKS

Attachment

MPC:rs

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APPROVED:



PATRICK H. WEST
CITY MANAGER



CITY OF LONG BEACH

R-25

DEPARTMENT OF PUBLIC WORKS

333 West Ocean Boulevard • Long Beach, CA 90802

December 4, 2007

EXHIBIT A

HONORABLE MAYOR AND CITY COUNCIL
City of Long Beach
California

RECOMMENDATION:

Adopt Plans and Specifications No. R-6738 for the Annual Contract for Minor Street Repairs and Improvements, and authorize the City Manager to execute a contract with Sully Miller Contracting Company, the lowest responsible bidder, in an amount not to exceed \$8,000,000.

Authorize the City Manager to execute subsequent amendments to the agreement to extend the term for up to two additional one-year terms and to increase the unit prices, if necessary, for inflation. (Citywide)

DISCUSSION

This annual contract provides for the construction of minor improvements to streets, alleys, and publicly owned properties such as parks, playgrounds, beaches and the airport. The contract was bid with an estimated value of work to be done over the 12-month contract period and includes contract language that allows the City to adjust the quantities of work based on need and budgetary considerations.

The contract provides for an "on-call" arrangement, whereby the contractor will provide the City with fixed unit prices to construct minor street, sidewalk, and irrigation repairs and improvements. The City will issue work orders to the contractor for specific locations with assigned work to be completed within a specified period. Upon the successful completion of a given work order, additional work orders will be assigned until available funding sources for this type of work have been depleted.

Work orders for minor street repairs and improvements will be issued as City departments identify repairs and improvements to be made. The following estimated annual contract needs were used to determine the contract award amount:

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December 4, 2007
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Public Works	\$4,185,000
Airport	\$1,000,000
Gas and Oil	\$ 800,000
Water	\$ 500,000
Parks, Recreation and Marine	\$ 500,000
Community Development	\$1,000,000
Technology Services	\$ 15,000
Total	\$8,000,000

City Council adoption of the plans and specifications and award of the contract to the lowest responsible bidder are being recommended concurrently to expedite the project implementation. The project was advertised for bids on October 19, 2007 and bids were opened on November 14, 2007. Information regarding Sully Miller Contracting is provided on the attached contract awards document.

This matter was reviewed by Deputy City Attorney Lori A. Conway on November 20, 2007, and by Budget Management Officer Victoria Bell on November 19, 2007.

TIMING CONSIDERATIONS

City Council action on this matter is requested on December 4, 2007 to authorize commencement of this Public Works project.

FISCAL IMPACT

Due to the extensive use of this contract by various City Departments, the contract award is for an estimated amount of \$8,000,000. Individual purchase orders issued under this contract will be funded by the department issuing the purchase order within current appropriations; no appropriation increases are required.

SUGGESTED ACTION:

Approve Recommendation

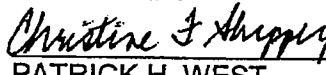
Respectfully submitted,


CHRISTOPHER J. GARNER
ACTING DIRECTOR OF PUBLIC WORKS

BM:DM:db
P/CL/R-6738.rev1

Attachment

APPROVED:


PATRICK H. WEST
CITY MANAGER