

CITY OF LONG BEACH

DEPARTMENT OF PUBLIC WORKS

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

December 15, 2009

HONORABLE MAYOR AND CITY COUNCIL City of Long Beach California

RECOMMENDATION:

Adopt Plans and Specifications No. R-6819; award an as-needed contract to All American Asphalt, for the Annual Contract for Street Improvements in an amount not to exceed \$6,000,000; authorize the City Manager to execute the contract and any necessary amendments thereto with All American Asphalt. (Citywide)

DISCUSSION

This annual contract provides the City with fixed unit prices for a 12-month period to construct street and airport taxiway improvements. Work generally performed under this contract includes the repair and replacement of street pavement, curbs and gutters, curb ramps, taxiway pavement and related improvements.

This is an on-call contract where work is only done by the contractor based on individual work orders issued by the City. Payment to the contractor under this contract will be based on the number of work orders issued by the City and fully completed by the contractor. The contract does not include any guaranteed minimum payment or retainer fee to the contractor. The maximum amount of work orders that can be issued under this on-call contract is \$6,000,000. All work orders issued under this contract will be funded with existing appropriations as well as additional appropriations made during the term of the contract.

While Public Works will be responsible for the administrative control and monitoring of the contract, the contract will continue to be used by more than one department to construct a variety of street and airport related projects.

The contract specifications allow for an extension of the contract for up to two additional oneyear terms. In the event that a renewal option is exercised, the City will provide advance notification to the contractor and require any price increases to be submitted to the City Engineer for approval at least 60 days prior to expiration of the contract. The City reserves the right to accept or reject any price increase or to cancel the contract.

City Council adoption of the plans and specifications and award of the contract to the lowest responsible bidder are being recommended concurrently to expedite project implementation.

HONORABLE MAYOR AND CITY COUNCIL December 15, 2009 Page 2

The project was advertised for bids on October 21, 2009, and bids were opened on November 18, 2009. Information regarding All American Asphalt is provided on the attached Contract Awards sheet.

This matter was reviewed by Deputy City Attorney Linda Trang on November 23, 2009 and Budget and Performance Management Bureau Manager David Wodynski on November 20, 2009.

<u>SUSTAINABILITY</u>

All asphalt used under this contract will include recycled rubber tires at the rate of 2.7 tires per ton of asphalt used. It is estimated that up to 135,000 tires that would have gone to a landfill will be recycled into asphalt during the term of this contract.

TIMING CONSIDERATIONS

City Council action on this matter is requested on December 15, 2009, in order to provide for the timely replacement of the existing on-call contract.

FISCAL IMPACT

Based on historical and anticipated usage by all City Departments, the maximum amount of work orders that can be issued under this on-call contract is \$6,000,000. Individual work orders issued under this contract will be funded by the department issuing the purchase order within their current appropriations; no appropriation increases are required.

SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,

MICHAEL P. CONWAY

DIRECTOR OF PUBLIC WORKS

MPC:MAC:PB:pa

P\CL\ R-6819 Annual St Contract.doc

Attachment

APPROVED:

PATRICK H. WES CITY MANAGER

Recommended Contract Awards For December 15, 2009

PROJECT

NUMBER R-6819 <u>DESCRIPTION</u>

Annual Contract for Street Improvements in the City of Long Beach, California

FUNDING SOURCE

Contract to be used by various City Departments. Individual purchase orders will be funded by the department issuing the purchase order within current appropriations.

LOWEST RESPONSIBLE BIDDER/ LOCATION

All American Asphalt 400 E. Sixth Street Corona, CA 92879 AWARD AMOUNT
Not to exceed \$6,000,000.00

BIDDER IS NOT A MBE/DBE/WBE

There were thirty-six (36) Plans and Specifications sold. Eight (8) bids were received; one (1) from a MBE, one (1) from a local firm, and none were received from WBEs, and DBEs.

Linda Trang, Deputy City Attorney, approved the Plans and Specifications on October 14, 2009.

The above is a construction project, which can be increased up to 15% above the award amount with no further City Council Actions, per the standard Specifications for Public Works Construction ("Green Book") which has been adopted by the City Council.

PROCUREMENT OUTREACH: Advertisements are placed in the Press – Telegram. In a continuing effort to increase participation of Long Beach businesses, MBEs and WBEs, bids for construction projects exceeding \$100,000 are sent, by the Public Works Department, to approximately 20 trade publications and plan rooms catering to the construction industry. Bids and Request for Proposals are available for viewing at the Purchasing Division Public Center; current bids are announced on the Public Works' bid page: http://www.PlanetBids.com/LongBeach/Bidframe.cfm.