



CITY OF LONG BEACH

DEPARTMENT OF PUBLIC WORKS

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July 12, 2005

HONORABLE MAYOR AND CITY COUNCIL
City of Long Beach
California

RECOMMENDATION:

Authorize the City Manager to increase the contingency amounts to 25 percent of the base contract awards for Plans and Specifications No. R-6657 and R-6658 for the Citywide Local Street Program – Areas 1 and 2, awarded to Sully-Miller Contracting Company on April 5, 2005, and Copp Contracting Incorporated on March 15, 2005. (Citywide)

DISCUSSION

On March 15, 2005, the City Council authorized the City Manager to award a contract for the Citywide Local Street Program – Area 2 to Copp Contracting Incorporated in an estimated amount of \$378,839 and execute all necessary documents related to the contract. The contract provided for a 15 percent contingency.

On April 5, 2005, the City Council authorized the City Manager to award a contract for the Citywide Local Street Program – Area 1 to Sully-Miller Contracting Company, in an estimated amount of \$677,044, including a 15 percent contingency, and execute all necessary documents related to the contract.

The increase in contingency amounts on both of these contracts will allow additional streets to be added to these projects.

This matter was reviewed by Senior Deputy City Attorney Donna F. Gwin and Budget Management Officer David Wodynski on June 30, 2005.

TIMING CONSIDERATIONS

City Council action on this matter is requested on July 12, 2005, to authorize the commencement of these construction projects in July 2005. It should take approximately 65 working days to complete Area 1 and 40 working days to complete Area 2.

HONORABLE MAYOR AND CITY COUNCIL
July 12, 2005
Page 2

FISCAL IMPACT

The additional 10 percent for a total of a 25 percent contingency amounts to \$169,261 for the Area 1 contract, and \$94,710 for the Area 2 contract. Sufficient funds to cover both contracts are budgeted in Capital Improvement Project Number PW5150 in the Gas Tax Street Improvement Fund (SR 181) in the Department of Public Works (PW). The funding source is Gasoline Tax monies.

SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,



CHRISTINE F. ANDERSEN
DIRECTOR OF PUBLIC WORKS

BM:EA:km

APPROVED:



GERALD R. MILLER
CITY MANAGER