

CITY OF LONG BEACH

R-21

DEPARTMENT OF PUBLIC WORKS

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

March 10, 2009

HONORABLE MAYOR AND CITY COUNCIL City of Long Beach California

RECOMMENDATION:

Adopt Plans and Specifications No. R-6767 and award an as-needed Contract to All American Asphalt, for the Annual Contract for Street Improvements in an amount not to exceed \$12,000,000 and authorize the City Manager to execute any amendments thereto with All American Asphalt. (Citywide)

DISCUSSION

This annual contract is available to a number of City Departments to provide for improvements to local and secondary streets and similar or related projects. The work includes street pavement, curbs and gutters, sidewalks, curb ramps, irrigation repairs and improvements, and taxiway repairs and improvements.

This is a procurement tool with no funds actually committed to the base contract. While Public Works will be responsible for the administrative control and monitoring of the contract, the contract is utilized by more than one department, and for various projects throughout the year, with no specific contract amount guaranteed to the contractor. The award amount for the annual contract is based on the following anticipated projects and funding:

Projects/Funding	Amount
RDA Funds	\$2,500,000
Local Street Improvements Proposition 1B	\$4,000,000
Major/Secondary Streets Proposition C	\$5,000,000
Airport Enterprise Fund	\$400,000
Public Service Operating Budget	\$100,000
TOTAL	\$12,000,000

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The 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 increase 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. The project was advertised for bids on December 26, 2008, and bids were opened on January 16, 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 February 6, 2009 and by Budget Management Officer Victoria Bell on February 9, 2009.

TIMING CONSIDERATIONS

City Council action on this matter is requested on March 10, 2009, to allow for timely implementation of various capital projects.

FISCAL IMPACT

Due to the extensive use of this contract by various City Departments, the contract award is for an estimated amount of \$12,000,000. Once revenue is received, 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:

Respectfully submitted

Approve recommendation.

DIRECTOR OF PUBLIC WORKS

MPC:MAC:RS P\CL\ R-6734

Attachment

APPROVED:

PATRICK H. WEST

Recommended Contract Awards For December 4, 2007

PROJECT			LOWEST RESPONSIBLE	
<u>NUMBER</u>	DESCRIPTION	FUNDING SOURCE	BIDDER/ LOCATION	AWARD AMOUNT
R - 6767	ANNUAL CONTRACT FOR STREET REPAIRS AND MINOR IMPROVEMENTS	CONTRACT TO BE USED BY VARIOUS CITY DEPARTMENTS. INDIVIDUAL PURCHASE ORDERS WILL BE FUNDED BY THE DEPARTMENT ISSUING THE PURCHASE	ALL AMERICAN ASHPALT 400 SIXTH STREET CORONA, CALIFORNIA 92879	\$ 12,000,000
		ORDER WITHIN CURRENT	BIDDER IS NOT AN	
		APPROPRIATIONS.	MBE/WBE/DBE	

There were seventeen (26) Plans and Specifications sold. Seven (7) bids were received, one from Local-owned Businesses and none from MBEs, DBE's or WBEs.

Linda Trang, Deputy City Attorney, approved the Plans and Specifications on December 22, 2008.

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.