

December 3, 2019

TO: HONORABLE MAYOR AND CITY COUNCIL MEMBERS

FROM: CITY MANAGER

SUBJECT: A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF COMPTON AMENDING THE PUBLIC WORKS 2019-2020 FISCAL YEAR BUDGET TO TRANSFER FUNDS, AUTHORIZING THE CITY MANAGER TO ENTER INTO A CONSTRUCTION CONTRACT WITH AND ESTABLISH A PURCHASE ORDER FOR ALL AMERICAN ASPHALT CORPORATION FOR ROAD REPAIR SERVICES CITY-WIDE (\$2,474,868)

SUMMARY

Adoption of this resolution will authorize the City Manager to enter into a construction contract with All American Asphalt Corporation (“All American”) for road repair services City-wide, establish a purchase order in the amount of Two Million Two Hundred Forty Nine Thousand Eight Hundred Eighty Dollars (\$2,249,880.00) and authorize a project contingency amount of Two Hundred Twenty Four Thousand Nine Hundred and Eighty Eight Dollars (\$224,988.00).

BACKGROUND

In 2017, the City of Compton (“City”) performed an update to the Pavement Management System, which identified approximately 125 miles of “Fair” to “Very Poor” condition categories of streets. These findings indicate that proper preventative maintenance is significantly overdue and presents safety and liability concerns to the City.

The Road Repair Services Project consist of providing pothole repair services City-wide in accordance to the contract specifications and other contract documents. Specifically, the project will consist of pavement repairs such as pothole repairs on distressed areas.

In August 2019, the Public Works Department solicited Notice of Inviting Bids to contractors for the road repair services city-wide. The project was advertised in the Compton Bulletin on August 21st, 28th, September 4th and 8th, 2019. Bids were received and opened on September 12, 2019. Four (4) bids were received from the following contractors:

<u>Contractors</u>	<u>Amount</u>
All American Asphalt	\$2,249,880
EBS General Engineering	\$3,243,200
Palp dba Excel Paving	\$3,304,400
Shawnan	\$3,442,000

Based upon review of submitted bid documents, it has been determined that All American submitted the lowest responsive bid. Accordingly, staff recommends City Council award the construction contract to All American in the amount of \$2,249,880.00. Additionally, staff recommends that a ten percent (10%) contingency in the amount of \$224,988.00 for any unforeseen costs be authorized for this Project.

STATEMENT OF THE ISSUE

The City reserves the right, after opening bids, to reject any or all bids, or to make award to the lowest responsive bidder and reject all other bids. After careful consideration, City staff deemed All American as the lowest responsive bidder. Therefore, in order to authorize the City Manager to enter into a contract and issue purchase orders for All American, City Council’s authorization is necessary.

FISCAL IMPACT

The Public Works 2019-2020 Fiscal Year budget will be amended to transfer funds between accounts as follows:

From:

<u>Account No.</u>	<u>Description</u>	<u>Amount</u>
1004-720-000-4300	Capital Outlay	\$1,390,610
1520-710-0MR-4300	Capital Outlay	\$ 11,591
1528-710-000-4300	Capital Outlay	\$ 775,335
	TOTAL	\$2,177,536

To:

<u>Account No.</u>	<u>Description</u>	<u>Amount</u>
1004-720-000-4269	Other Contract Services	\$1,390,610
1520-720-0MR-4269	Other Contract Services	\$ 11,591
1528-720-000-4300	Other Contract Services	\$ 775,335
	TOTAL	\$2,177,536

Funds for this expenditure in the amount of \$2,474,868.00 (\$2,249,880 construction costs plus \$224,988 recommended contingency) will be available in the Public Works Department 2019-2020 Fiscal Year budget as follows:

<u>Account No.</u>	<u>Description</u>	<u>Amount</u>
1004-720-000- 4269	Other Contract Services	\$1,390,610
1520-720-0MR-4269	Other Contract Services	\$ 11,591
1528-720-000-4300	Other Contract Services	\$1,072,667
	TOTAL	\$2,474,868

ALTERNATIVE

Council can reject the bid and instruct staff to re-advertise, however, due to the desire of the City to move forward with this project, no other alternative is being proposed at this time.

RECOMMENDATION

That the City Council adopt the attached Resolution.

**JOHN STRICKLAND, PROJECT MANAGER
PUBLIC WORKS DEPARTMENT**

APPROVED FOR FORWARDING:

**CRAIG J. CORNWELL
CITY MANAGER**