



# Staff Report

## City of Manhattan Beach

**TO:** Honorable Mayor Aldinger and Members of the City Council

**THROUGH:** Geoff Dolan, City Manager

**FROM:** Jim Arndt, Director of Public Works  
Dana Greenwood, City Engineer  
Michael A. Guerrero, Senior Civil Engineer

**DATE:** September 4, 2007

**SUBJECT:** Award a Contract in the net amount of \$93,000.00 for the Lifeguard Storage Room Reconstruction Project to CHI Construction, and Approve Utilizing \$43,530.00 of Unused Funds Budgeted for the Strand Improvement Project

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**RECOMMENDATION:**

Staff recommends that the City Council:

- a) Award a contract in the net amount of \$93,000.00 for the Lifeguard Storage Room Reconstruction Project to CHI Construction.
- b) Approve utilizing \$43,530 of budgeted funds not needed for the Strand Improvement Project.

**FISCAL IMPLICATION:**

The storage room reconstruction work is currently funded by grant funds in the amount of \$68,000 from Los Angeles County. The project was designed through a contract with the Los Angeles County Department of Public Works in the amount of \$8,530. Staff is requesting a \$5,000 construction contingency and \$5,000 for materials testing for the project. Funds in the amount of \$43,530 are available in the Capital Improvement Fund through unexpended funds from the Strand Improvement Project budget.

DESCRIPTION	AMOUNT
Design Contract	\$ 8,530.00
Construction Contract	\$ 93,000.00
Construction Contingency	\$ 5,000.00
Materials Testing	\$ 5,000.00
<b>PROJECT TOTAL</b>	<b>\$111,530.00</b>
Grant Funds	\$ 68,000.00
City Funds	\$ 43,530.00

**BACKGROUND:**

For many years the Los Angeles County Lifeguards have utilized the area under the Strand walkway at Marine Avenue (formerly restrooms) as a storage area primarily for their Junior Lifeguard Program. However, like the rest of the Strand, the storage area was in a state of disrepair due to age, environmental effects, and use. The County Lifeguards felt that the existing storage area should be maintained since other storage alternatives would most likely be more visibly obtrusive to the public. The County Lifeguards requested that the City and County consider options to maintain their storage area.

The Los Angeles County Department of Public Works prepared construction plans to reconstruct the storage area to current structural standards. The original intent was to have the work performed by the Strand contractor as a change order to the project contract. However, due to the financial difficulties of the Strand contractor, the storage area reconstruction work was deleted from the Strand project and the work was bid as a separate project. Unfortunately this delay meant that the work would not be completed in time for this year's Junior Lifeguard Program term. The work can commence after this year's Hometown Fair so that the work does not affect the Hometown Fair 10k race.

**DISCUSSION:**

***Construction Contingency and Materials Testing***

Authorizing the Director of Public Works to approve additional work in an amount not-to-exceed \$5,000 would expedite construction on this project. If the contingency is approved with this award, the Public Works Director will report the status of any additional work to Council at the end of the project. In addition, the Public Works Department is requesting funds in the amount of \$5,000 for materials testing (such as concrete testing) for the project.

***Environmental Review***

In accordance with the California Environmental Quality Act (CEQA) of 1970, this project is Categorically Exempt pursuant to Section 15301, Class 1 (d), "Replacement of Existing Facilities." Upon approval of award of contract, a Notice of Exemption will be filed with the County Clerk's office.

***Bid Proposals***

The project was advertised for bids in accordance with the City's standard operating procedures. Plans and specifications were provided to a total of 19 contractors and suppliers. A total of five competitive bids were received and opened on August 8, 2007. The bids ranged from the low bid of \$93,000.00 by CHI Construction to the highest bid of \$159,950.00.

CHI Construction's bid was reviewed by the Public Works Department and found to be responsive and in conformance with prevailing construction prices. Representatives of agencies where work has been performed by CHI Construction have indicated that the work performed was to their satisfaction. The project was discussed with a representative of the firm and he expressed confidence in his bid and a desire to perform the work.

Attachment: Bid Result Sheet

Agenda Item #: \_\_\_\_\_

xc: Henry Mitzner, Controller

**CITY OF MANHATTAN BEACH****RECEIPT OF BIDS FOR  
LIFEGUARD STORAGE ROOM RECONSTRUCTION PROJECT**

Bids were publicly opened, examined and declared at the hour of **11:00 a.m., Wednesday, August 8, 2007**, in the City Clerk's Office of City Hall, 1400 Highland Avenue, Manhattan Beach, California 90266.

<b><u>BIDDER</u></b>	<b><u>AMOUNT OF BID</u></b>
Three Pac Construction Los Angeles, CA	\$ 107,900.00
PALP, Inc. DBA Excel Paving Co. Long Beach, CA	\$ 145,700.00
1 <sup>st</sup> California Construction Pasadena, CA	\$ 159,950.00
CHI Construction Anaheim, CA	\$ 93,000.00
Cedar Development Corp. Mira Loma, CA	\$ 109,000.00

The bids were taken under advisement of the Engineering Division for checking, reporting, and recommendation to the City Manager and presentation to the City Council for award.