



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

DATE: November 20, 2007

SUBJECT: Disbursement of Final Payment in the net amount of \$29,828.57 to Newtech Engineering and Construction, Inc.; Change Order No. 1 in the amount of \$3,342.85; Formally Accept the Herrin Street Repair Project as Complete; and Authorize Filing of the Appropriate Notice of Completion

RECOMMENDATION:

Staff recommends that the City Council pass a motion to approve the issuance of the subject final payment, Change Order No. 1, and authorize staff to file the Notice of Completion.

FISCAL IMPLICATION:

PROJECT	FUNDING	CONTRACT	P.P.#	AMOUNT
Herrin Street Repair	Gas Tax Fund	\$29,800.00	Final:	\$29,828.57
	Reserves	Change Order #1:	Ret:	\$ 3,314.28
		\$ 3,342.85	Total:	\$33,142.85
		New Contract:		
		\$33,142.85		
Material Testing:				\$ 1,607.50
Construction Inspection Services:				\$ 3,977.00
Project Total:				\$38,727.35

DISCUSSION:

Final Payment

At its September 4, 2007 meeting, City Council awarded a contract for the Herrin Street Repair Project to Newtech Engineering & Construction, Inc. in the net amount of \$29,800, and authorized the Director of Public Works to approve any necessary change order work up to \$3,000. At that meeting, Council also approved an appropriation of \$38,800 from Gas Tax Fund Reserves to cover the contract work, change order work, inspection services and material testing.

As noted above, the cost of material testing was \$1,607.50, and the cost for inspection services was \$3,977, resulting in a total project cost of \$38,727.35, which is less than the original appropriation. The work was part of the approved right-of-way permit that was required for construction of the residence at 1560 Second Street. As noted in the September 4, 2007 Council report, the resident at 1560 Second Street will be billed for this work.

Change Order No. 1

During the excavation stage of the project, additional soil needed to be excavated and removed from the site. Also, unsuitable soil was encountered in an area adjacent to the curb and gutter that had been exposed to street drainage for the past year. This soil had to be removed and replaced with compacted base material to provide an adequate foundation for the new asphalt pavement. This additional work resulted in extra costs of \$3,342.85.

The Contractor has completed 100% of the work. The Contractor has requested a final payment in the amount of \$29,828.57, and that the City formally accept the work as complete. A ten percent (10%) retention in the amount of \$3,314.28 would be released upon the expiration of 35 days from the date of formal acceptance by the Council. All work which has been inspected by the Public Works Department has been found to be in conformance with the plans and specifications.

xc: Bruce Moe, Director of Finance
Richard Thompson, Director of Community Development
Robert V. Wadden, Jr., City Attorney
Henry Mitzner, Controller

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