



Agenda Item #: _____

Staff Report

City of Manhattan Beach

TO: Honorable Mayor Cohen and Members of the City Council

THROUGH: Geoff Dolan, City Manager

FROM: Jim Arndt, Director of Public Works
 Steve Finton, City Engineer
 Michael A. Guerrero, Principal Civil Engineer

DATE: December 1, 2009

SUBJECT: Disbursement of Final payment in the net amount of \$2,579.70 to All American Asphalt; Formally Accept the Peck Avenue Improvement 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 subject final payment, and authorize filing of the appropriate Notice of Completion for the Peck Avenue Improvement Project.

FISCAL IMPLICATION:

Budget	
2009-10 Gas Tax Fund	\$220,000.00
2008-09 Proposition 1B Fund	\$588,000.00
TOTAL BUDGET	\$808,000.00
Expenditures	
Design Contract (Willdan Engineering)	\$ 38,180.00
Inspection Contract (KOA-CBM)	\$ 21,420.00
Construction Contract (All American Asphalt)	\$417,417.00 (contract amount)
Progress Payment No.1 (Approved 10/20/09)	\$325,977.36
Recommended Final Payment	\$2,579.70
Recommended 10% Retention Payment	\$36,506.34
Total Payments (All American Asphalt)	\$365,063.40
TOTAL PROJECT COST	\$424,663.40
BALANCE UPON COMPLETION	\$383,336.60

BACKGROUND:

At its meeting of May 19, 2009, Council awarded a contract to All American Asphalt in the amount of \$417,417.00 to construct the Peck Avenue Improvement Project, authorized the Director of Public Works to approve additional work in an amount not-to-exceed \$42,000, and awarded a contract for construction inspection services to KOA Corporation – CBM Consulting in the amount of \$21,420. Willdan Engineering had previously provided design services for the project at a contract cost of \$38,180.00, which was approved by Council at its March 4, 2008 meeting.

Peck Avenue pavement from Manhattan Beach Boulevard to Artesia Boulevard was deteriorated due to age and heavy use. Additionally, large trees adjacent to Mira Costa High School uplifted and damaged the pavement requiring localized pavement reconstruction. This project included grinding the existing asphalt pavement and placing a new asphalt pavement overlay. Localized areas of deteriorated and uplifted pavement were reconstructed, and displaced and damaged curb, gutter and sidewalk were replaced.

DISCUSSION:

Final Payment

The Contractor has completed 100% of the work. The Contractor has requested a final payment in the amount of \$2,579.70, and that the City formally accept the work as complete. A ten percent (10%) retention in the amount of \$36,506.34 would be released upon the expiration of 35 days after recordation of the Notice of Completion with the County Recorder. All work inspected by the Public Works Department has been found to be in conformance with the plans and specifications.

Final Accounting

Proposition 1B funds in the amount of \$588,000 were appropriated for the project through the Fiscal Year (FY) 2008-09 Capital Improvement Program (CIP) and a supplemental appropriation of Gas Tax funds in the amount of \$220,000 were appropriated through the FY 2009-10 CIP bringing total appropriations to \$808,000. Total estimated expenditures of \$424,663.40 are below the total budget due to lower bid prices received in current construction market. Asphalt and concrete prices have reduced significantly in recent months due to the economy. A balance of Gas Tax funds in the amount of \$220,000 will remain after project completion and will be returned to fund balance for future appropriation to other unfunded Gas Tax projects. A balance of Proposition 1B Funds in the approximate amount of \$163,336 will also remain and be returned Prop 1B reserves.

xc: Henry Mitzner, Controller