



Agenda Item #: _____

Staff Report

City of Manhattan Beach

TO: Honorable Mayor Ward and Members of the City Council

THROUGH: Richard Thompson, Interim City Manager

FROM: Jim Arndt, Director of Public Works
 Steve Finton, City Engineer
 Edward T. Kao, Senior Civil Engineer

DATE: April 20, 2010

SUBJECT: Approval of Progress Payment No. 2 (\$56,977.39) to Atlas Underground, Inc. for the 2006-07 Sewer Main Replacement Project

RECOMMENDATION:

Staff recommends that the City Council pass a motion to approve the issuance of Progress Payment No. 2 in the net amount of \$56,977.39 to Atlas Underground, Inc. for the 2006-07 Sewer Main Replacement Project.

FISCAL IMPLICATION:

Budget		Table 1
2006-07 Sewer Main Replacement Project	CIP 07828E	\$350,000.00
2005-06 Sewer Main Replacement Project	CIP 06824E	\$350,000.00
TOTAL BUDGET		\$700,000.00

Expenditures		Table 2
Construction Contract (Atlas Underground, Inc.)		\$284,896.00
Change orders issued to date (CO. No. 1) for service lateral modifications		\$ 2,650.51
Current Contract Amount		\$287,546.51
Original Contingency amount (10%)	\$ 28,500.00	
Remaining Contingency after Change Order		\$ 25,849.49
Base Map Survey (I/WS Surveying)		\$ 22,000.00
Design Contract (Psomas & Associates)		\$ 41,438.00
Soil Testing (ZKC, Inc.)		\$ 5,900.00
TOTAL ESTIMATED EXPENDITURES		\$382,734.00
ESTIMATED FUND BALANCE		\$317,266.00

Recommended Progress Payment: Atlas Underground, Inc.		Table 3
Progress Payment No. 1		\$87,809.85
Progress Payment No. 2 (Recommended)		\$56,977.39
Total Progress Payments to Date		\$144,787.24
Balance in Contract		\$142,759.27

BACKGROUND:

At its meeting of December 1, 2009, Council passed a motion to award a contract in the amount \$284,896.00 to Atlas Underground, Inc. for the 2006-07 Sewer Main Replacement Project and authorized the Director of Public Works to approve additional work in an amount not-to-exceed \$28,500.00, if required.

The scope of the project includes replacement of deteriorated sanitary sewer mains on the following streets:

- 12th Street from Fisher Avenue to Highview Avenue (Completed on March 4, 2010)
- 13th Street from Manhattan Avenue to Highland Avenue

DISCUSSION:

Construction on 12th Street began on January 25, 2010, and was completed on March 4, 2010. The Contractor started working on 13th Street on March 8, 2010. The contractor completed more than 40% of the required work on 13th Street.

The Contractor has submitted a request for Progress Payment No. 2 in the net amount of \$56,977.39 for work completed to date. All work items covered by this payment have been reviewed by the Public Works Department and found to be in conformance with the plans and specifications.

xc: Henry Mitzner, Controller
 Jeanne D. O'Brien, Accountant