



Staff Report

City of Manhattan Beach

TO: Honorable Mayor Tell and Members of the City Council

THROUGH: David N. Carmany, City Manager

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

DATE: October 4, 2011

SUBJECT: Consideration of Final Payment in the net amount of (\$549,149.28) to All American Asphalt; Formally Accept the Pacific Avenue Resurfacing Project as Complete; and Authorize Filing of the Appropriate Notice of Completion and Release Retention in the Amount of (\$61,016.59)

RECOMMENDATION:

Staff recommends that the City Council pass a motion to:

- a) Approve the issuance of a Final Payment in the net amount of \$549,149.28 to All American Asphalt for the Pacific Avenue Resurfacing Project;
- b) Formally accept the Pacific Avenue Resurfacing Project as complete; and,
- c) Authorize filing of the appropriate Notice of Completion and the release of retention in the amount of \$61,016.59.

FISCAL IMPLICATION:

This project was funded with Federal Stimulus Funding provided through the American Recovery and Reinvestment Act (ARRA) Funds and City Gas Tax Funds. ARRA funds will be provided to the City on a reimbursement basis with no local match required. On November 3, 2010, the City appropriated its balance of ARRA funds (\$543,749) to the Pacific Avenue Resurfacing Project.

A summary of expenditures and revenues is as follows:

Budget		
Pacific Ave. Resurfacing Project (Gas Tax Funds)	CIP 11821E	\$250,000.00
Pacific Ave. Resurfacing Project (Federal Stimulus Funds)	CIP	\$543,749.00
11828E		
	TOTAL	\$793,749.00
Original Construction Contract Amount (All-American Asphalt)		\$654,654.00
Construction Contingency (10%)		\$ 65,465.00
Inspection Contract (Willdan)		\$ 48,080.00

Total Authorized by Council	\$768,199.00
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Expenditures			
	Net Progress Payment	Retention	<i>Total</i>
Final Payment (Recommended)	\$ 549,149.28	\$61,016.59	
Total Payments (All-American Asphalt)	\$ 549,149.28	\$61,016.59	\$ 610,165.87
Remaining in Contract + Contingency Amount			\$ 109,953.13
Inspection (Willdan)			\$ 48,080.00
Total Project Cost			\$ 658,245.87
Remaining Appropriation after project completion (return to Fund Balance)			\$ 135,503.13

BACKGROUND:

At its meeting of June 7, 2011, City Council passed a motion to:

1. Authorize the City Manager to award a contract in the amount of \$654,654.00 to All American Asphalt for the Pacific Avenue Resurfacing Project and authorize the City Manager to approve additional work in an amount not-to-exceed \$65,465.00 (10%);
2. Authorize the City Manager to execute a Professional Engineering Services contract with Willdan Engineering in an amount not-to-exceed \$48,080.00 for construction engineering/inspection services; and,
3. Appropriate City Gas Tax Funds in the amount of \$250,000.00 in addition to the existing \$543,749 Federal Stimulus Funding.

The Pacific Avenue pavement from Manhattan Beach Boulevard to Rosecrans Avenue was deteriorated and required resurfacing. The project included cold milling of the existing asphalt roadway surface and construction of a new asphalt overlay. The project also included full roadway reconstruction of significantly deteriorated areas, striping/traffic markings, traffic signal loops, and minor concrete construction. Since Pacific Avenue has a functional classification as a Major Local street it is eligible for federal funding.

DISCUSSION:

The Contractor has completed the work and is requesting formal acceptance of the work and payment in the amount of \$549,149.28. A ten percent (10%) retention in the amount of \$61,016.59 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.

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