



Staff Report

City of Manhattan Beach

TO: Honorable Mayor Montgomery and Members of the City Council

THROUGH: David N. Carmany, City Manager

FROM: Jim Arndt, Director of Public Works
Juan Price, Maintenance Superintendent

DATE: May 17, 2011

SUBJECT: Consideration to Approve Progress Payment No. 1 in the net amount of \$ 51,973.10 to Geronimo Concrete, Inc. for the Section 6 Concrete Repair Project

RECOMMENDATION:

Staff recommends that the City Council pass a motion to approve the issuance of Progress Payment No. 1 in the net amount of \$51,973.10 to Geronimo Concrete, Inc. for the Section 6 Concrete Repair Project.

FISCAL IMPLICATION:

Funding in the amount of \$450,000 was appropriated by City Council through the fiscal year 2010-2011 Capital Improvement Program (CIP) (Proposition 42, \$369,280 and Transportation Development Act Article III funds, \$80,720). An additional \$254,775 from Proposition 42 funds was approved to up front construction costs for residential sidewalk construction that will be reimbursed at the project's conclusion. A summary of expenditures and revenues is as follows:

TABLE 1		
Budget		
CIP 11823E		\$450,000.00
TOTAL CIP BUDGET	\$450,000.00	\$450,000.00
Appropriation from Proposition 42 (reimbursable)	\$254,775.00	\$254,775.00
	TOTAL BUDGET	\$704,775.00
Expenditures		
Construction Contract (Geronimo Concrete, Inc.)	\$599,314.65	
Contingency (10%)	\$59,931.47	
TOTAL ESTIMATED EXPENDITURES		\$659,246.12
Estimated Balance After Completion		\$45,528.88

Recommended Progress Payment: Geronimo Concrete, Inc.	
Construction Contract (Geronimo Concrete, Inc.)	\$ 599,314.65
Progress Payment No. 1 (May 17, 2011)	\$ 51,973.10
Total Progress Payments to Date (less 10% retention)	\$ 46,775.79
Total Retention to Date	\$ 5,197.31
Balance in Contract	\$547,341.55

BACKGROUND:

At its meeting of October 19, 2010, City Council passed a motion to award a contract in the net amount of \$599,314.65 for the Section 6 Concrete Repair Project to Geronimo Concrete, Inc.

This project is part of the City’s ongoing concrete repair and maintenance program. This annual maintenance program removes and replaces damaged or displaced concrete sidewalks (residential responsibility), curbs, gutters and drive approaches in the City right-of-way to eliminate trip hazards and to mitigate gutter ponding and installation of curb ramps.

Traditionally, staff coordinates concrete repairs (primarily curb, gutters and concrete drainage swales) and constructs them in advance of established slurry seal maintenance districts. The goal is to provide a programmed approach to street maintenance in which street repairs, slurry sealing, sidewalk repairs, and traffic markings are completed in the same year on a seven-year cycle.

The City is responsible for all concrete improvements within the right-of-way except sidewalks and drive approaches which are the responsibility of adjacent property owners. The City’s Municipal Code assigns the responsibility for repairing sidewalks and driveways to adjacent property owners (Chapter 7.12.010 -7.12.030). The competitively bid contract ensures residents who must effect repairs to the sidewalks adjoining their properties receive the best possible value, although they may choose to use their own contractor outside of the City contract. Work completed under this contract which is adjacent to private property will be billed to the property owner and the funds reimbursed to the Prop. 42 Gas Tax Fund. The reimbursable portion of the contract is valued at \$231,614.10. The reimbursement is authorized by Manhattan Beach Municipal Code Chapter 712.010-7.12.030. Funds to cover this portion of the project plus 10% contingency (totaling \$254,775) are appropriated from the Prop. 42 Gas Tax unreserved fund balance to allow timely payment to the contractor.

Notification of Property Owners

Staff notified all affected property owners in late February and early March, 2011 of their responsibility to repair the sidewalk and driveway through a notice describing the program and the competitive bidding process. Property owners have received additional notice following the award of the contract providing them with final pricing and scheduling information.

DISCUSSION:

Since award of the contract, Geronimo Concrete, Inc. has substantially completed 10% of the

Agenda Item #: _____

construction, with an additional 20% in various stages of construction. The Contractor will continue to adhere to the published schedule. Weekly status reports and updates are delivered via email to interested parties who have enrolled in the automated notification program.

The Contractor has submitted a request for Progress Payment No. 1 in the net amount of \$51,973.10 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.

Attachment: GIS Map of Repair Areas

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

City of Manhattan Beach Section 6 Concrete Repairs Area Schedule Map

Join our email list for weekly project updates at: <http://tiny.cc/MBSection6>

