

FORM APPROVED COUNTY COUNSEL
 BY: *MS Victor* 11/29/07
 DATE
 MARSHA L. VICTOR

**SUBMITTAL TO THE BOARD OF DIRECTORS OF THE
 REDEVELOPMENT AGENCY
 COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**

219



FROM: Redevelopment Agency

SUBMITTAL DATE:
 November 14, 2007

SUBJECT: Varner Road and Monterey Avenue Street Improvement Project

RECOMMENDED MOTION: That the Board of Directors:

1. Accept and award the construction contract to the low bidder Hazard Construction Company, in the amount of \$6,909,017;
2. Approve the Consulting Services Agreement for Construction Management Services by and between the Redevelopment Agency for the County of Riverside and Albert A. Webb Associates;
3. Approve a project budget of \$10,200,000;
4. Authorize the Chairman to sign the contract documents on behalf of the Board; and
5. Delegate change order authority to the Executive Director of the Redevelopment Agency, or designee, in accordance with Board Policy B-11.

BACKGROUND: On July 31, 2007, the Board approved the plans and specifications, and authorized the Clerk of the Board to advertise the Notice Inviting Bids for the Varner Road and Monterey Avenue Street Improvement Project. The project improves Varner Road and Monterey Avenue both aesthetically and functionally. (Continued on page 2)

Robin Zimpfer

RZ:DL:CC:AR:JA

Robin Zimpfer
 Executive Director

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FINANCIAL DATA	Current F.Y. Total Cost:	\$10,200,000	In Current Year Budget:	Yes
	Current F.Y. Net County Cost:	\$ 0	Budget Adjustment:	N/A
	Annual Net County Cost:	\$ 0	For Fiscal Year:	07/08

COMPANION ITEM ON BOARD OF SUPERVISORS AGENDA: NO

SOURCE OF FUNDS: DCPA Redevelopment Funds and CVAG Grant Funds.	Positions To Be Deleted Per A-30	<input type="checkbox"/>
	Requires 4/5 Vote	<input type="checkbox"/>

C.E.O. RECOMMENDATION:

APPROVE

Jennifer L. Sargent
 BY: Jennifer L. Sargent

County Executive Office Signature

Dept't Recomm.: Consent Policy
 Per Exec. Ofc.: Consent Policy

Prev. Agn. Ref.: 4.2 of 7/31/07, 4.2 of 5/18/07, 4.2 of 11/22/04 | **District:** 4 | **Agenda Number:**

BACKGROUND (continued):

These two streets are the main corridors into the Thousand Palms community and are in very poor condition. The scope of the project includes street widening, sidewalks, median, road reconstruction, striping, curbs, gutters and utility under grounding. The project will be funded with Redevelopment Agency and CVAG grant funds.

On October 11, 2007, five bids were received. The low bid was received from Skanska Civil USA for \$6,544,000. There was a bid protest by the second low bidder Hazard Construction Company concerning an error in Skanska Civil USA's bid proposal. After a recalculation of Skanska Civil USA's bid, a calculation error was identified therefore making Hazard Construction Company the first choice.

After a detailed review, Agency staff determined the protest by the second lowest bidder was correct. Therefore, it is recommended that the Board award the contract to the lowest responsive bidder Hazard Construction Company in the amount of \$6,909,017 and approve the project budget as follows:

Project Budget:

Construction	\$6,909,017
Permits/Inspection/Misc.	\$165,083
Utility Fees	\$1,800,000
Construction Management	\$398,900
<u>Subtotal</u>	<u>\$9,273,000</u>
Contingency 10%	<u>\$927,000</u>
Project Total	\$10,200,000
CVAG Grant Contribution	<u>(\$700,000)</u>
Total RDA Contribution	\$9,500,000

Attachments: Executed contract documents, performance bond, and payment bond.