

STAFF REPORT



ITEM NO. 17

CITY OF OCEANSIDE

DATE: June 21, 2006

TO: Honorable Mayor and City Councilmembers

FROM: Public Works Department

SUBJECT: **APPROVAL OF A BUDGET TRANSFER IN THE AMOUNT OF \$315,000 FROM THE THOROUGHFARE FUND TO THE COLLEGE BOULEVARD MEDIAN STORM DRAIN PROJECT AND AUTHORIZATION TO AWARD A CONTRACT FOR THE COLLEGE BOULEVARD MEDIAN STORM DRAIN PROJECT**

SYNOPSIS

Staff recommends that the City Council approve a budget transfer in the amount of \$315,000 from the Major Thoroughfare Fees Fund to the College Boulevard Median Storm Drain project; award a contract in the amount of \$1,035,360 to Erreca's, Inc., of Lakeside for the College Boulevard Median Storm Drain project and authorize the City Manager to execute the agreement upon receipt of all supporting documents.

BACKGROUND

This project will replace the open ditch in College Boulevard between Roselle Avenue and Barnard Drive with an underground storm drain. City Council approved the plans and specifications for the College Boulevard Median Storm Drain project on April 12, 2006, and authorized the Public Works Director to call for bids.

ANALYSIS

The project was publicly advertised and contract documents were made available to Oceanside contractors. Request for bids was issued on May 1, 2006. The following nine sealed bids were opened on June 1, 2006:

<u>BIDDER</u>	<u>COMMUNITY</u>	<u>BID AMOUNT</u>
Erreca's Inc.	Lakeside	\$1,035,360.00
Valley Coast Construction	San Diego	\$1,040,159.00
SCW Contracting	Fallbrook	\$1,069,086.61
Zondiros Corporation	San Marcos	\$1,081,744.00
Vadnais Corporation	San Diego	\$1,161,670.00
Don Hubbard Contracting	San Marcos	\$1,203,136.00
Western Rim Constructors	Escondido	\$1,296,560.00
Heffler Company	National City	\$1,298,418.10
HTA Engineering & Construction	Poway	\$1,311,500.00

FISCAL IMPACT

The lowest qualified bidder is Erreca's, Inc., from Lakeside in the amount of \$1,035,360. Staff reviewed the bid and determined that it is reasonable and fair. Staff estimates the funds required to provide construction, survey, material testing and contingency will be in the amount of \$1,235,000.

Funds in the amount of \$920,136 are projected to be available in the FY 2006-07 (CIP project account number 561.775261.5392). Staff recommends an additional \$315,000 be transferred from the unallocated funds in the Major Thoroughfare Fees Fund (Account Number 561.3301) to cover all of the projected costs.

INSURANCE REQUIREMENTS

The City's standard insurance requirements will be met.

COMMISSION OR COMMITTEE REPORT

None.

CITY ATTORNEY'S ANALYSIS

The referenced documents have been reviewed by the City Attorney and approved as to form.

RECOMMENDATION

Staff recommends that the City Council approve a budget transfer in the amount of \$315,000 from the Major Thoroughfare Fees Fund to the College Boulevard Median Storm Drain project; award a contract in the amount of \$1,035,360 to Erreca's, Inc., of Lakeside for the College Boulevard Median Storm Drain project and authorize the City Manager to execute the agreement upon receipt of all supporting documents.

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