



City of Santa Ana
20 Civic Center Plaza, Santa Ana, CA 92701
Staff Report
July 18, 2023

TOPIC: Residential Street Repair Program FY 2022-23

AGENDA TITLE

Award a Construction Contract to Onyx Paving Company, Inc. in the Amount of \$1,672,000 for the Residential Street Repair Program FY 22/23, with an Estimated Project Delivery Cost of \$1,783,257 (Project Nos. 23-7543 and 24-6700) (Non-General Fund)

RECOMMENDED ACTION

1. Authorize the reallocation of unspent Measure M2 funds from various projects: \$9,660 from Pavement Management Project No. 21-6898, \$103,895 from Pavement Management Project No. 23-6898, \$142,715 from Local Street Preventative Maintenance Project No. 18-6907, and \$30,000 from City Wide Sewer Trench Repair PH II Project No. 22-6901, for a total of \$286,270 to the Residential Street Repair Program Project No. 24-6700, completing the project's funding requirement.
2. Award a construction contract to Onyx Paving Company, Inc., the lowest responsible bidder, in accordance with the base bid in the amount of \$1,672,000, subject to change orders (not to exceed 25% of the base bid amount) in accordance with the Greenbook: Standard Specifications for Public Works Construction, for construction of the Residential Street Repair Program FY 22/23 Project, for the term beginning July 18, 2023, and ending upon project completion, and authorize the City Manager to execute the contract subject to non-substantive changes approved by the City Manager and the City Attorney.
3. Approve the Project Cost Analysis for a total estimated construction delivery cost of \$1,783,257, which includes \$1,672,000 for the construction contract, \$32,521 for contract administration, inspection, and testing, and a \$78,736 project contingency for unanticipated or unforeseen work.
4. Determine that the recommended actions are exempt from further review in accordance with the California Environmental Quality Act as Categorical Exemption Environmental Review No. ER-20-23-70 was filed for the project.

DISCUSSION

The City has identified the need to undertake the street repairs around Heninger Park (Exhibit 1). The scope of work includes removing localized concrete pavement and replacing with new concrete pavement including dowels, cracked seals, existing cracks in concrete pavement, the replacement of damaged curb, sidewalks, curb ramps, driveway approach, new cross gutters, adjusting utilities, and signing and striping. Once completed, the newly repaired streets will provide a safe form of transportation and pedestrian mobility for our citizens.

Public Outreach and Contractor Participation

To provide an opportunity for local vendors to submit bids, the City notified a total of 1,310 regional vendors via PlanetBids, many of which are Santa Ana based. Two vendors requested bidding documents and a total of two bids were received. No bids were received from any Santa Ana contractors.

As legally required, a Notice Inviting Bids was advertised in the Orange County Register newspaper on March 29, 2023 and April 5, 2023. The project was also advertised in PlanetBids from March 30, 2023 through April 18, 2023. Bids were received electronically via PlanetBids on April 18, 2023.

Bid Results Summary

RANK	BIDDER'S NAME	LOCATION	BASE BID
1	Onyx Paving Company, Inc.	Anaheim, CA	\$1,672,000
2	Excel Paving Co.	Long Beach, CA	\$2,339,760

A total of two bids were received, and all were deemed responsive. Onyx Paving Company, Inc. submitted the lowest responsive base bid in the amount of \$1,672,000 (Exhibit 2). As specified in the bid documents, the lowest bid shall be determined on the basis of the Base Bid. Based on the bid analysis and a contractor's reference check, Staff recommends awarding the construction contract to Onyx Paving Company, Inc., in the amount of the base bid totaling \$1,672,000 (Exhibit 3).

Onyx Paving Company, Inc. is currently the contractor for two projects with the City of Santa Ana. These projects include the Local Street Preventative Maintenance and the Residential Street Repair Program. These projects mark the first time Onyx Paving Company, Inc. has engaged in work with the City of Santa Ana, establishing their project history.

Project Delivery

To deliver a complete project, in addition to the construction contract bid amount, the estimated total project delivery cost includes construction administration, inspection, and

testing, along with an allowance for contingencies to account for unexpected or unforeseen conditions. Construction administration and inspection includes construction management; inspection of the Contractor’s work to ensure contract compliance, workmanship, and quality; and materials testing. As indicated in the Cost Analysis (Exhibit 4) and as summarized in the table below, the estimated total construction delivery cost of the project is \$1,783,257.

Project Item	Total
Construction Contract Bid Amount	\$1,672,000
Construction Administration, Inspection, Testing	\$32,521
Contract Contingencies	\$78,736
TOTAL ESTIMATED CONSTRUCTION DELIVERY COST	\$1,783,257

ENVIRONMENTAL IMPACT

In accordance with the California Environmental Quality Act, the recommended actions are exempt from further review. Categorical Exemption Environmental Review No. ER-20-23-70 was filed for the project.

FISCAL IMPACT

Project No. 23-7543 and 24-6700 is the number assigned to the funding for tracking of all expenditures to deliver the construction of this project. As indicated in the Cost Analysis, the total estimated construction delivery cost of the project is \$1,783,257, which includes construction, contract administration, inspection, testing, and contingency. If City Council approves recommendation No. 1, the available budget will be reallocated from Project No. 21-6898, Project No. 23-6898, Project No. 18-6907, and Project No. 22-6901 to fund this contract.

The proposed contract enables staff to authorize change orders (not-to-exceed 25% of the base bid) in accordance with the Greenbook: Standard Specifications for Public Works Construction, if necessary, for contingencies. Staff expects to utilize other available Public Works appropriations if a contingency becomes necessary to complete this project. If there are no other available appropriations, then Staff will return to City Council with a project update and recommendations.

The following table summarizes the funds budgeted and available in FY 22/23 to deliver construction of this project. Existing funding and Additional Budget/Budget Reallocation will be available in the FY 23-24 budget through the Carry Forward (CF) process and any remaining balances not expended at the end of the fiscal year will be presented to City Council for approval of carryovers to FY 24-25.

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Fiscal Year	Accounting Unit - Account No. (Project No.)	Fund Description	Accounting Unit, Account No. Description	Amount
EXISTING BUDGET				
2023-24 (CF)	13518783-66220 (23-7543)	Community Development Block Grant	CDBG Programs, Improvements Other Than Buildings	\$1,496,987
ADDITIONAL BUDGET/BUDGET REALLOCATION				
2023-24 (CF)	03217662-66220 (21-6898 to 24-6700)	Measure M-Street Construction	Measure M2 Local Fairshare St. Improvements Other Than Building	\$ 9,660
2023-24 (CF)	03217662-66220 (23-6898 to 24-6700)	Measure M-Street Construction	Measure M2 Local Fairshare St. Improvements Other Than Building	\$103,895
2023-24 (CF)	03217662-66220 (18-6907 to 24-6700)	Measure M-Street Construction	Measure M2 Local Fairshare St. Improvements Other Than Building	\$ 142,715
2023-24 (CF)	03217662-66220 (22-6901 to 24-6700)	Measure M-Street Construction	Measure M2 Local Fairshare St. Improvements Other Than Building	\$ 30,000
Additional Budget/Budget Reallocation Total				\$ 286,270
Complete Total				\$1,783,257

EXHIBIT(S)

1. Location Map
2. Bid Proposal
3. Construction Contract
4. Cost Analysis

Submitted By: Nabil Saba, P.E., Executive Director – Public Works Agency

Approved By: Kristine Ridge, City Manager