## **City of Garden Grove**

#### INTER-DEPARTMENT MEMORANDUM

To:

Matthew Fertal

From:

Keith G. Jones

Dept:

City Manager

Dept:

Public Works

Subject:

REJECT ALL BIDS FOR HARBOR BOULEVARD/

Date:

July 13, 2010

LAMPSON AVENUE INTERSECTION

IMPROVEMENT PROJECT - PROJECT NO. 7281

#### **OBJECTIVE**

To receive City Council approval to reject all bids for the Harbor Boulevard/ Lampson Avenue Intersection Improvement Project.

#### **BACKGROUND**

Harbor Boulevard has been designated a Smart Street by the City of Garden Grove, and as such will ultimately have four travel lanes in each direction south of Twintree Lane. This project would widen Harbor Boulevard at its intersection with Lampson to the full width of its smart street designation, allowing right turn lanes in both directions in the interim condition. The project also widens Lampson Avenue to allow for right turn lanes in each direction.

The improvements include construction of curb and gutter, sidewalk, driveway, wheel chair ramps, bus pads, median curb, grinding asphalt surface, asphalt pavement, water meters, storm drain catch basins, traffic signal modification, and traffic striping.

Staff applied for and received grant funding from Orange County Transportation Authority (OCTA) for the intersection improvement; \$444,206.54 was received for right-of-way acquisition and \$326,930 was received for construction.

Staff worked on right-of-way acquisition for over five years. Because the project-funding deadline was to award the project to a contractor by June 30, 2010, staff diligently developed the project while simultaneously working with property owners until the last possible moment to meet the deadline. However, the owners on three of the four corners have refused to negotiate within parameters prescribed in the law for public agencies regarding the acquisition of property for public purposes.

REJECT ALL BIDS FOR HARBOR BOULEVARD/ LAMPSON AVENUE INTERSECTION IMPROVEMENT PROJECT PROJECT NO. 7281
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#### **DISCUSSION**

Seven (7) qualified bids were received and opened in the City Clerk's office at 11:00 a.m. on May 13, 2010. The bid submitted by the apparent low bidder, M G Construction and Development with a bid of \$777,739.20.

The project cannot be built without the unacquired properties.

#### FINANCIAL IMPACT

There will be no financial impact to the general fund due to the cancellation of this project by the City. This improvement was included in the 2009-10 Capital Improvement Budget.

#### RECOMMENDATION

It is recommended that the City Council:

Reject all bids and cancel this project.

KEITH G. JONES

Public Works Director

By: Navin Maru

Associate Engineer

Recommended for Approval

Matthew Ferta City Manager

# CITY OF GARDEN GROVE PUBLIC WORKS DEPARTMENT ENGINEERING DIVISION

### **BID SUMMARY SHEET**

# HARBOR BOULEVARD/ LAMPSON AVENUE INTERSECTION IMPROVEMENTS PROJECT NO. 7281

BID OPENING: DATE: <u>MAY 13, 2010</u> TIME: <u>11:00 A.M.</u>

ENGINEER'S ESTIMATE: \$ 600,000.00

	Bidder's Name	Total Bid	% Under/Over Engrs. Est
1.	M G Construction and Development, Canoga Park	\$ 777,739.20	+ 29.62 %
2.	B & T Works, Inc., Wildomar	\$ 786,492.00	+ 31.08 %
3.	All American Asphalt, Corona	\$ 807,281.00	+ 34.55 %
4.	Yakar, San Dimas	\$ 865,213.00	+ 44.20 %
5.	Hillcrest Contracting, Inc., Corona	\$ 880,552.50	+ 46.76 %
6.	ICE Engineering, City of Industry	\$ 884,697.00	+ 47.45 %
7.	R. J. Noble Company, Orange	\$ 942,495.50	+ 57.08 %