



## **CITY OF COMMERCE AGENDA REPORT**

**TO:** Honorable City Council **Item No.** \_\_\_\_\_

**FROM:** City Administrator

**SUBJECT:** A Resolution of the City Council of the City of Commerce, California, Accepting the Work Performed by Horizons Construction Company for the Metrolink Station Parking Lot, ADA, and Lighting Improvement Project (Public Works Project No. 2015-10)

**MEETING DATE:** September 6, 2016

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### **RECOMMENDATION:**

Approve and adopt a resolution accepting the work performed by Horizons Construction Company for the Metrolink Station Parking Lot, ADA, and Lighting Improvement Project (City Project No. 1406), ratify a credit Change Order to City in the amount of \$95,507.31 (cost savings to City), and authorize the filing of the Notice of Completion for the project with the County Recorder's Office of Los Angeles.

### **BACKGROUND:**

On November 6, 2012, the electors of the City of Commerce approved Measure AA (Ordinance No. 649) which authorized a one half of the percent transactions and use (sales) tax to fund general municipal services. As part of Measure AA, 70% of the funding is to be used for one-time infrastructure/capital projects, street rehabilitation, public facility improvements, and environmental projects.

On April 21, 2015, the Council awarded a construction contract to Horizons Construction Company, in the amount of \$497,428.00 for the Metrolink Station Parking Lot, ADA, and Lighting Improvement Project. The project included rehabilitation of the asphalt-concrete parking lot, additional light poles, LED lighting upgrades, construction of curb, gutter, curb ramps, sidewalk, landscaping, ADA improvements, and other miscellaneous items of work.

Construction of the project started on January 15, 2016. The project was substantially completed on June 2016, with all punch list items completed on August 8, 2016.

The final construction contract amount is \$401,920.69, which is \$95,507.31 less than the approved contract amount. The savings was achieved as a result of continuing

value engineering during construction (e.g. eliminating new light poles and opting to refurbish some of the existing light poles instead).

#### **ANALYSIS:**

It is recommended that the City Council accept the project as satisfactory and complete. Upon acceptance of the project, staff will file the "Notice of Completion" with the County Recorder's Office for the project. Thirty-five (35) days after the recordation of the Notice of Completion by the County Recorder's Office, the City will release the Labor and Materials Bond to the bonding company, and make final payment of the 5% retention being withheld from the payment to Contractor, if no Stop Notices are filed within the 35-day period.

#### **ALTERNATIVES:**

1. Approve staff recommendation
2. Disapprove staff recommendation
3. Provide further direction to staff

#### **FISCAL IMPACT:**

This activity can be carried out at this time without additional impact on the current operating budget, as funding for this activity has been approved and included in the Capital Improvement Plan (CIP) budget. All work was completed in a satisfactory manner and in accordance with the project plans and specifications.

No adverse fiscal impact. The final construction contract amount is \$401,920.69, which is \$95,507.31 less than the approved contract amount. Any remaining funds will be returned to the Measure AA fund balance.

#### **RELATIONSHIP TO STRATEGIC GOALS:**

The issue before the Council is applicable to the following Council's strategic goal: *"Improve and maintain infrastructure and beautify our community"* as identified in the 2012 Strategic Plan.

Recommended by: Maryam Babaki, Director of Public Works & Development Services

Reviewed by: Vilko Domic, Finance Director

Approved as to form: Eduardo Olivo, City Attorney

Respectfully submitted: Jorge Rifá, City Administrator

#### **ATTACHMENTS:**

1. Resolution
2. Before and After Photos