

STAFF REPORT
City of Lancaster

CC 20
06/24/14
MVB

Date: June 24, 2014

To: Mayor Parris and City Council Members

From: Robert C. Neal, Director of Public Works

Subject: **Award of Bid – Public Works Construction Project No. 11-018, Rural Intersection Enhancements, HSIPL-5419(035)**

Recommendation:

Award **Public Works Construction Project No. 11-018, Rural Intersection Enhancements, HSIPL-5419(035)**, to Sterndahl Enterprises, Inc. of Sun Valley, California, in the amount of \$285,340.00 plus a 10% contingency, to install/upgrade signs, striping and markings at thirty-nine (39) rural intersections. Authorize the City Manager, or his designee, to sign all documents. This contract is awarded to the lowest responsible bidder per California Public Code Section 22038 (b).

Fiscal Impact:

\$313,874.00 (including 10% contingency); sufficient funds are available in Capital Improvements Budget Account Nos. 252-15TC001-924, 399-15TC001-924 and 206-15TC001-924. Estimated annual maintenance costs are \$4,900.00.

Background:

The project involves installation/upgrades to signs, striping and markings at thirty-nine (39) rural intersections in the City of Lancaster. All intersections will receive new thermoplastic markings, 350 feet of re-painted centerlines and upgrades to various regularity signs such as stop and intersection warning signs. Access through the various intersections will remain open and allow for movement.

This project is federally funded, in part, under Cycle 4 of the Highway Safety Improvement Program (HSIP), and therefore, the City of Lancaster is prohibited from applying the Local Hiring Preference requirements. Per Local Hiring Ordinance No. 977, the City shall not apply the Local Hiring Preference when a State or Federal law or regulation prohibits the use of a Local Hiring requirement.

The City conducted a bid opening for Public Works Construction Project No. 11-018 on May 21, 2014, at 11:00 a.m. One (1) sealed bid envelope was received, opened and read aloud. The bid is as follows:

<u>Contractor</u>	<u>City</u>	<u>Bid Amount</u>
Sterndahl Enterprises, Inc.	Sun Valley	\$285,340.00
Engineer's Estimate	\$306,450.00	