



CITY OF SACRAMENTO

F:Ref: 1873

CITY MANAGER'S OFFICE
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DEPARTMENT OF ENGINEERING
915 I STREET SACRAMENTO, CALIFORNIA 95814
CITY HALL ROOM 207 TELEPHONE (916) 449-5281

R. H. PARKER
CITY ENGINEER
J. F. VAROZZA
ASSISTANT CITY ENGINEER

February 14, 1980

City Council
Sacramento, California

Honorable Members in Session:

SUBJECT: Transferring of funds from the City Engineer's Miscellaneous Fund Gas Tax to Cost Center 1873 and Recommendation of Bid Award for Traffic Signals and Street Lighting System at 24th Street and 57th Avenue

SUMMARY

The subject project, as part of the City's Capital Improvement Program, has been advertised for bids. Bids have been received and are under the estimate but over the amount available. Sufficient funds are available in the City Engineer's Miscellaneous Fund Gas Tax. The City Engineer recommends the transfer of funds from the Engineering Miscellaneous Fund Gas Tax to Cost Center No. 1873 and awarding of the contract to the low bidder.

BACKGROUND

On January 22, 1980 the City Council approved Plans and Specifications for TRAFFIC SIGNALS AND STREET LIGHTING SYSTEM at 24th STREET and 57th AVENUE. Bids were received and opened by the City Clerk in the Council Chambers on February 12, 1980.

Bids received are as follows:

M & M Electric	\$65,669
Steiny & Company, Inc.	\$70,551
J. K. Hayes	\$77,320

The Engineer's construction estimate for the project was \$80,000. The low bid of M & M Electric in the amount of \$65,669 is 17.91% below Engineer's estimate; however, only \$60,000 was budgeted for this project in FY 1977-1978. The City Engineer feels that this is the best bid obtainable. The total project cost to be transferred from the City Engineer's Miscellaneous Fund Gas Tax is as follows:

Construction Cost	\$65,669
Engineering	8,531
Total Project Cost	\$74,200
Less Budgeted Amount	60,000
TOTAL AMOUNT REQUIRED	\$14,200

APPROVED
BY THE CITY COUNCIL

FEB 14 1980

OFFICE OF THE
CITY CLERK

C. 79044

FINANCIAL

This project was budgeted as part of the Capital Improvement Program from the Gas Tax 2106 funds in the amount of \$60,000. The amount required for this project is \$74,200 which indicates a deficit of \$14,200.

The project was originally budgeted in the FY 1977-1978. Since then there have been substantial cost increase in both labor and material and this has caused the major reason for the difference between the budgeted amount and the final low bid.

The City currently has \$77,000 in the City Engineer's Miscellaneous Fund Gas Tax fund. \$14,200 can be transferred to cover the deficit leaving a balance in the Miscellaneous Fund Gas Tax of \$62,800.

RECOMMENDATION

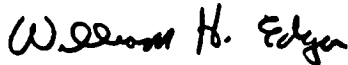
It is recommended that \$14,200 be transferred from the Engineering Miscellaneous Fund Gas Tax fund balance to Cost Center 1873 for the above subject project and that M & M Electric be awarded the contract in the amount of \$65,669.

Respectfully Submitted



R. H. PARKER
City Engineer

Recommendation Approved



SW Walter J. Slipe, City Manager



CITY OF SACRAMENTO

OFFICE OF THE CITY CLERK

915 I STREET

CITY HALL ROOM 203

SACRAMENTO, CALIFORNIA 95814

TELEPHONE (916) 449-5428

LORRAINE MAGANA
CITY CLERK

February 20, 1980


M & M Electric
1600 Auburn Boulevard
Sacramento, CA 95815

Gentlemen:

On February 19, 1980, the City Council accepted your bid in the amount of \$65,669.00 for traffic signals and street lighting system at 24th Street and 57th Avenue.

The City Engineer will contact you concerning the necessary bond and contract.

Sincerely,


Jaci Pappas
City Clerk (Acting)

JP:HO'

cc: City Engineer

Item No. 15B