September 21, 2017

Joseph P. Richardson, Regional Chief Estimator
Granite Construction Company
38000 Monroe Street
Indio, CA 92203

RE: Notice of Acceptance of Proposal and Intent to Award
Grapefruit Blvd. /SR-111 and 4th Street
Pedestrian and Roadway Improvement Project, and
4th Street Sidewalk Crossing UPRR Tracks
In the Community of Mecca
Project No. C5-0077, C5-0085, Federal Aid No. ATPL-5956(247)

Dear Mr. Richardson:

Please consider this as the County of Riverside’s notice to your firm that it accepts your proposal received August 30, 2017 for the referenced project, and that the County of Riverside intends to award the construction contract to your firm. The contract includes Base Bid Schedule “A” and “B”. The total contract amount is $2,280,000.00.

Base Bid Schedule A of the contract is funded with Federal Government funds; thus, DBE requirements apply for this project. DBE contract goal was established in order to achieve DBE participation. For this project, a goal was set for 26%. All contract bidders are required to meet the DBE contract goal, or document that they made adequate Good Faith Efforts (GFE) to meet the goal if they did not succeed in obtaining the DBE participation specified in the contract specifications.

Your company submitted Exhibit 15G Construction Contract DBE Commitment within the allowed period for compliance after bids were received. Since your company’s DBE commitment was documented at 2%, your company was required to provide a Good Faith Effort (GFE) submittal. Exhibit 15H, DBE Information- GFE, was submitted along with support documentation within the allowed period for compliance. During the review process of your GFE, the Contracts/Bidding unit requested for additional information and documentation to verify the data and documentation that your company initially provided.

After reviewing your GFE, and the additional information regarding the DBE and GFE requirements, the DBE Liaison Officer (Joel Jimenez) has accepted your DBE and GFE submittal.

Granite Construction is strongly recommended to make an effort to increase DBE participation within the limitations of the Public Contract Code §4100 et sq., “Subletting and Subcontracting Fair Practices Act”. Your company may increase DBE participation for trucking, supplies, materials, and subcontracts in separable amounts of rendered service less than ½ of 1% of the total bid (contract) amount.
Attached for execution, by your company, are four sets of the construction Contracts, Performance Bond form, and Payment Bond form.

In accordance with Section 28 “Award of Contract” of the “Instructions to Bidders” section of the bid documents, you are directed to return to this office, within 10 working days of the date of this letter, four (4) sets of executed original construction contracts, two (2) original Performance Bonds, two (2) original Payment Bonds, and one (1) complete insurance certificate package that conforms to the terms of the bid documents.

Insurance documentation shall include additional ensured endorsements for General Liability policies, Automobile Liability policies, and Excess Liability policies. Additionally, a Waiver of Subrogation shall be furnished for the Worker’s compensation policy. Insurance carrier or their authorized broker must sign all additional ensured endorsements. Attached to this letter is a Brief List of Contract Insurance Requirements (please note amendment in the Special Provisions and as briefly summarized below).

In addition to the requirements of Section 4, Subsection F, “Insurance and Hold Harmless” of the “General Conditions” section of contract documents, the Contractor’s Certificate of Insurance and endorsements for the project shall name the following listed entities as additional insured under the Contractor’s general liability, excess liability, and auto liability insurance policies, and each listed entity shall be named on the Waiver of Subrogation for the Contractor’s Workers Compensation policy:

1. The County of Riverside, its directors, officers, elected and appointed officials, employees, agents, and representatives.

2. State of California Transportation Department, its directors, officers, employees, agents, and representatives.


Each of the above listed entities shall also be held harmless, in accordance with the requirements of General Conditions Section 4, “Insurance and Hold Harmless” of the Specifications and Contract Documents Book.

In accordance with Special Provisions Section 00-1.09, the General Conditions section 4 is amended as follows.

The Commercial General Liability was amended from $2,000,000 each occurrence to $5,000,000 each occurrence; and amended from $2,000,000 general aggregate to $10,000,000 general aggregate.

Commercial General Liability insurance coverage amounts are not to be less than the following:

- $5,000,000 each occurrence
- $10,000,000 general aggregate
- $2,000,000 products-completed operations aggregate

The Automobile Liability was amended from $1,000,000 per occurrence combined single limit to $2,000,000 per occurrence combined single limit.
Contractor shall maintain liability insurance for any auto, all owned, non-owned and hired vehicles so used in an amount not less than $2,000,000 per occurrence combined single limit.

The Contractor's Certificate of Insurance and endorsements for the project shall be in compliance with the insurance limits shown above.

Also, please provide us with a Corporate Resolution authorizing the signatory of the Contract to sign such documents on behalf of your corporation.

Failure to execute the documents and submit all of the above listed documents to the Transportation Department within the specified time may cause the County of Riverside to consider your firm as not being in compliance with the bid documents, resulting in rescission of the Notice of Acceptance and Intent to Award, and your bid bond being forfeited on that basis.

Following full execution and award of the Contract by the County of Riverside Board of Supervisors, one original set of the Contract and bonds will be returned to you for your file.

I have attached a copy of the summary of bids for your use and reference.

If you have any questions or need additional information, please contact me at your convenience at (951) 955-1537 or Saleem Baig at (951) 955-1682.

Sincerely,

Joel Jimenez, P.E.
Senior Civil Engineer
DBE Liaison Officer
Contracts / Bidding Unit

JRJ:jrj:jb

Attachments: Contract, 4 sets
Performance Bond form with each Contract
Payment Bond form with each Contract
Brief List of Contract Insurance Requirements
Summary of Bids

cc: Khalid Nasim
Cindi Wachi
Cathy Wampler, PM
Chronological File
Construction/Inspection File
Project File
DBE File