February 15, 2018

Edward J. Carlson, Vice President
All American Asphalt
400 E. Sixth Street
Corona, CA 92879

RE: Notice of Acceptance of Proposal and Intent to Award
Alessandro Blvd Bike Lane Project combined with
Cajalco Road Resurfacing Project, and
Cajalco Road Slurry Seal Project
City of Riverside and Community of Lake Mathews
Project No. C4-0058, C8-0051, and C6-0006

Dear Mr. Carlson:

Please consider this as the County of Riverside’s notice to your firm that it accepts your proposal received January 24, 2018 for the referenced project, and that the County of Riverside intends to award the construction Contract to your firm. The Contract includes three Base Bids and one Alternate Bid Schedule. The total contract amount is $1,609,342.55.

On the day bids were opened, we reviewed your bid documents and found a three clerical errors. On January 25, 2018 your office was contacted by email to bring these errors to your attention. Subcontractor List form item 2 listed Asphalt Dike Construction Inc. (Sub-contractor) however their license number was written with two numbers transposed. License number 283095 instead of 283905 is the accurate number. Additionally, the City of business address for this subcontractor was misspelled. Yet, the DIR Number was written correctly which demonstrates and verifies that this subcontractor, with verified license number and City of business, is the one intended to perform the listed construction items of work.

The second error found on the Subcontractor List regards bid item No. 12, “Place Hot Mix Asphalt Dike (Type C)”. This item number was written for two subcontractors: Asphalt Dike Construction, Inc. and for MSL Electric Inc. MSL Electric Inc. who is not licensed to perform asphalt work. Asphalt Dike Construction, Inc. will perform this item of work. Also, please note that MSL Electric Inc. will perform the other electrical items of work listed on the Subcontractor List as well as item 22, Inductive Loop Detector. The third error found was that your company incorrectly wrote your license number with
two transposed numbers.

Your company followed the inadvertent clerical error procedures within the allowed two working days as required by PCC § 4107.5. Your office provided a clarification letter and verified Asphalt Dike Construction Inc. license number and City of business, and provided their quote to show bid item 12 was accounted for as an item of work.

Our office finds these inadvertent clerical errors as minor bid irregularities and will recommend the Board of Supervisors to waive these minor clerical errors at the time of contract award.

Attached for execution, by your company, are four sets of the construction Contracts, Performance Bond form, and Payment Bond form.

In accordance with Section 20 "Award of Contract" of the "Instructions to Bidders" section of the bid book, 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.

In addition to the requirements of Section 4, Subsection F, "Hold Harmless/Indemnification" 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. Questar Southern Trails Pipelines Company, its officials, employees, agents, and representatives.

Above listed entity(s) shall also be held harmless, in accordance with the requirements of Section 4, "Insurance and Hold Harmless" of the contract documents.

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 agreement 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,

[Signature]

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

JRJ:jrj:sb

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
     Dowling Tsai, Project Manager
     Alfredo Martinez, Project Manager
     Chronological File
     Construction/Inspection File with Attachments
     Project File