December 11, 2018

Lyle Stone, Secretary
American Asphalt South, Inc.
14436 Santa Ana Avenue
Fontana, CA 92337

RE: Notice of Acceptance of Proposal and Intent to Award
Re-Bid Slurry Seal Project for FY 2018/19, Districts 1, 2 and 3
Project Nos. C9-0006, C9-0007 and C9-0008

Dear Mr. Stone:

Please consider this as the County of Riverside’s notice to your firm that it accepts your proposal received November 28, 2018 for the referenced project, and that the County of Riverside intends to award the construction contract to your firm.

Your company’s Bid proposal required corrections in accordance with the Instructions to Bidders, Section 15, “Bids.” The subtotal cost for bid item 12 and unit price for bid item 29 were corrected. The submitted errors were brought to your company’s attention and American Asphalt South provided a letter dated November 29, 2018 acknowledging and agreeing with these corrections as documented in the summary of bids. Attached for your information is a copy of your company’s Bid and letter.

Additionally, alternate bid schedule 4 (City of Menifee) is not selected for award.

After applying these two math corrections and omitting alternate bid schedule 4 subtotal proposed cost, the total of your submitted bid in the amount of $4,743,222.90 is revised to $4,675,775.50. These two corrections and alternate bid omission are reflected in the Contract.

The total contract amount is $4,675,775.50 which includes one base bid schedule and three alternate bid schedules (Access Ramps, Microsurfacing, and City of Lake Elsinore).

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 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 must 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. All additional insured endorsements must be signed by an authorized broker or by the insurance carrier.

Attached to this letter is a Brief List of Contract Insurance Requirements.

In addition to the requirements of Section 4, “Insurance and Hold Harmless”, 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 Agencies, Special Districts and Departments, their respective directors, officers, Board of Supervisors, elected and appointed officials, employees, agents, and representatives.

2. The City of Lake Elsinore, its directors, officers, elected and appointed officials, employees, agents, and representatives.

3. The City of Menifee, its directors, officers, elected and appointed officials, 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.

Also, please provide us with a Corporate Resolution authorizing the signatory of the agreement 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,

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

JRJ:jrj:sb

Attachments:  American Asphalt South Bid (copy)
               American Asphalt South letter dated November 29, 2018 (copy)
               Contract, 4 sets
               Performance Bond form with each Contract
               Payment Bond form with each Contract
               Brief List of Contract Insurance Requirements
               Summary of Bids and copy of your letter

cc:  Khalid Nasim
     Elmer Datuin
     Chronological File
     Construction/Inspection File with Attachments
     Project File