

AGENDA REPORT

TO: Mayor Pat Humphrey & the Clare City Commission
FROM: Jeremy Howard, City Manager
DATE: March 30, 2023
RE: FY 2023/2024 Street Project Bids

For the Agenda of April 3, 2023

Background. The City recently solicited bids for the upcoming fiscal year street projects to be funded by the voter-approved street millage in Clare. The proposed street work during the FY23/24 budget year includes the removal of the curb and gutter and install a new (1,389') curb and gutter, the removal of asphalt, undercut the road 18" outside curb area and the approaches, the installation of 12" of sand base to the outside curb area, furnish and install 6" of 22A gravel base in the road area; and install 1,350 sq ft 7-1/2' approaches on North Rainbow Drive from Glendale to Eastwood. Five bids were received (*see copy of att'd Bid Memo & Bid Tabs*). The low bid was submitted by Malley Construction, Inc. for an amount of \$144,441.00. As you will notice in the bid memo from DPW Director Luke Potter, he is also requesting a 10% contingency with this project to allow for unknowns that may arise during the project construction.

The City Commission is asked to approve the low bid amount of \$144,441.00 along with a standard 10% contingency and award the work to Malley Construction, Inc.

Issues & Questions Specified. Should the City Commission approve the bid and award the street project work to the low bidder?

Alternatives.

1. Approve the bid and award the street project work to Malley Construction, Inc., the low bidder.
2. Approve the bids and award the street project work to one of the other bidders other than Malley Construction, Inc.
3. Direct the solicitation of new bids.
4. Direct that no street project work be completed during the 2023/2024 budget cycle.
5. Set aside decision regarding this matter to a later date.

Financial Impact. Our voter-approved street millage will generate an estimated \$268,144.88 for street projects in FY23/24. The millage amount is more than adequate to cover the road work costs of the low bid, \$144,441.00 plus the cost of the asphalt which the city will be utilizing the County contract price that came in at \$65.28 per ton to the county. We will need about 500 ton for an approximate total cost of \$32,640 for the asphalt.

Recommendation. I recommend that the City Commission approve the bids for the City's 2023/2024 Street Projects, award the work for the street projects to Malley Construction, Inc. in the amount of \$144,441.00 with an additional 10% contingency, and authorize the City Manager and/or DPW Director to sign the associated contractual agreement and all related documents to complete the project by adoption of Resolution 2023-023 (*copy att'd*).

Attachments.

1. Bid Memo.
2. Resolution 2023-023.

Memo

To: Jeremy Howard
From: Luke Potter
CC: Department of Public Works
Date: February 28, 2023
Re: 2023 Road Construction Project

BID AMOUNTS FOR THE 2023 ROAD CONSTRUCTION PROJECT – N. Rainbow

Below you will find listed the bid amounts and the companies that submitted the bids. I recommend to the Clare City Commission to award the bid for the project to Malley Construction Inc, as they are the lowest bidder. I also would like to ask for a 10% contingency for unseen expenses.

Malley Construction Inc - \$144,441.00

McGuirk Sand & Gravel - \$149,522.40

The Isabella Corporation - \$155,331.00

Robin Harsh Excavating Inc - \$168,292.50

Crawford Contracting Inc - \$168,965.54

Thank you,

-Luke Potter

Clare Department of Public Works

RESOLUTION 2023-023

A RESOLUTION OF THE CLARE CITY COMMISSION APPROVING THE CONTRACTOR BIDS AND AWARD THE CONTRACT FOR THE CITY'S FY 2023/2024 STREET IMPROVEMENT PROJECTS.

WHEREAS, the City's planned FY 2023/2024 primary street improvement project includes removal of curb and gutter and haul off-site and install 1,389' curb and gutter, removal of asphalt and haul off-site; undercut the road 18" outside curb area and approaches; furnish and install 12" sand base to outside cur area; furnish and install 6" of 22A gravel base in road area; and install 1,350 sq ft 7-1/2' approaches on North Rainbow Drive from Glendale to Eastwood; and

WHEREAS, the City solicited construction bids for said street improvement project; and

WHEREAS, five bids were received, with the low bid being submitted by Malley Construction, Inc., said company and the quality of its work is well-known to the City through past experience; and

WHEREAS, the City Staff has reviewed said construction bids and determined that all bids meet the requested specifications and requirements and all are thus considered qualified bids; and

WHEREAS, the City Staff has recommended that the bids be approved and the work associated with the street construction projects be awarded to the low bidder Malley Construction, Inc.; and

WHEREAS, the Clare City Commission has reviewed and considered the recommendations of its staff and deemed the same to be reasonable and prudent.

NOW THEREFORE BE IT RESOLVED THAT the Mayor and City Commission of the City of Clare, hereby approves the FY 23/24 street improvement project bids and awards the work outlined in the specifications and criteria of the bid solicitations to Malley Construction, Inc. for a cost of \$144,441.00 with a 10% contingency allowed if necessary.

BE IT FURTHER RESOLVED THAT the Mayor and City Commission of the City of Clare hereby authorizes the City Manager and/or DPW Director to sign the associated contractual agreement and all associated documents to complete the project.

ALL RESOLUTIONS AND PARTS OF RESOLUTIONS INsofar AS THEY CONFLICT WITH THE PROVISIONS OF THIS RESOLUTION BE AND THE SAME ARE HEREBY RESCINDED.

The Resolution was introduced by Commissioner _____ and supported by Commissioner _____. The Resolution declared adopted by the following roll call vote:

YEAS:

NAYS:

ABSENT:

Resolution approved for adoption on this 3rd day of April, 2023.

Diane Lyon, City Clerk