AGENDA REPORT

TO: Mayor Pat Humphrey & the Clare City Commission

FROM: Jeremy Howard, City Manager

DATE: May 2, 2024

RE: FY 2024/2025 Street Project Bids - South Rainbow-Eastwood to Glendale

For the Agenda of May 6, 2024

<u>Background.</u> 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 FY24/25 budget year includes the removal of curb and gutter and haul offsite and install 1688' 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 curb area, furnish and install 6" of 22A gravel base in road area, and install 1415 sq ft 7-1/2' approaches along with a single course 2.5-inch lift of asphalt on South Rainbow Drive from Eastwood to Glendale. Four bids were received (see copy of att'd Bid Memo & Bid Tabs) for the street reconstruction and three bids were received for the asphalt (see copy of att'd Bid Memo & Bid Tabs). The low bid for the street reconstruction was submitted by Robin Harsh Excavating, Inc. for an amount of \$154,625.05 and the low bidder for the asphalt was Pyramid Paving & Contracting for an amount of \$50,699.95. As you will notice in the bid memos from DPW Director Luke Potter, he is also requesting a 10% contingency on each bid with this project to allow for unknowns that may arise during the project construction.

The City Commission is asked to approve the low bid amounts of \$154,625.05 (street reconstruction) and \$50,699.95 (asphalt) along with a standard 10% contingency for each and award the work to Robin Harsh Excavating, Inc. and Pyramid Paving & Contracting respectively.

<u>Issues & Questions Specified</u>. Should the City Commission approve the bids and award the street project work to the low bidders?

Alternatives.

- 1. Approve the bid and award the street project work to Robin Harsh Excavating, Inc., and Pyramid Paving & Contracting, the low bidders.
- 2. Approve the bids and award the street project work to one of the other bidders.
- 3. Direct the solicitation of new bids.
- 4. Direct that no street project work be completed during the 2024/2025 budget cycle.
- 5. Set aside a decision regarding this matter to a later date.

Financial Impact. Our voter-approved street millage will generate an estimated \$300,000 for street projects in FY24/25. The millage amount is more than adequate to cover the road work costs of the low bids for the project.

<u>Recommendation</u>. I recommend that the City Commission approve the bids for the City's 2023/2024 Street Projects and award the work for the street reconstruction to Robin Harsh Excavating, Inc. for \$154,625.05 with an additional 10% contingency (Total NTE \$170,087.56), and the asphalt to Pyramid Paving & Contracting in the amount of \$50,699.95 with an additional 10% contingency (Total NTE \$55,769.95) and authorize the City Manager and/or DPW Director to sign the associated contractual agreements and all related documents to complete the project, and authorize the City Treasurer to make all necessary budget amendments, by adoption of Resolution 2024-030 (*copy att'd*).

Attachments.

- 1. Bid Memo from DPW Director Luke Potter Street Reconstruction.
- 2. Bid Memo from DPW Director Luke Potter Asphalt.
- 3. Resolution 2024-030.

Clare DPW

Memo

To: Jeremy Howard

From: Luke Potter

CC: Department of Public Works

Date: April 30, 2024

Re: 2024 Road Construction Project 700 Block South Rainbow

BID AMOUNTS FOR THE 2024 ROAD CONSTRUCTION PROJECT – 700 Block South 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 Robbin Harsh Excavating Inc, as they are the lowest bidder. I also would like to ask for a 10% contingency for unseen expenses.

Malley Construction Inc - \$192,820.75

McGuirk Sand & Gravel - \$159,623.90

The Isabella Corporation - \$216,774.00

Robin Harsh Excavating Inc - \$154,625.05

Thank you,

-Luke Potter

Clare Department of Public Works

Clare DPW

Memo

To: Jeremy Howard

From: Luke Potter

CC: Department of Public Works

Date: April 30, 2024

Re: 2024 Road Construction Project Asphalt – South Rainbow

BID AMOUNTS FOR THE 2024 ROAD CONSTRUCTION PROJECT – 700 Block South 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 Pyramid Paving & Contracting, as they are the lowest bidder. I also would like to ask for a 10% contingency for unseen expenses.

Central Asphalt Inc - \$68,040.71

Pyramid Paving & Contracting - \$50,699.95

Rieth Riley Construction Inc - \$69,699.95

Thank you,

-Luke Potter

Clare Department of Public Works

RESOLUTION 2024-030

A RESOLUTION OF THE CLARE CITY COMMISSION APPROVING THE CONTRACTOR BIDS AND AWARD THE CONTRACT FOR THE CITY'S FY 2024/2025 STREET IMPROVEMENT PROJECTS.

WHEREAS, the City's planned FY 2024/2025 primary street improvement project includes the removal of curb and gutter and haul offsite and install 1688' 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 curb area, furnish and install 6" of 22A gravel base in road area, and install 1415 sq ft 7-1/2' approaches along with a single course 2.5-inch lift of asphalt on South Rainbow Drive from Eastwood to Glendale; and

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

WHEREAS, four bids were received for street reconstruction, with the low bid being submitted by Robin Harsh Excavating, Inc., said company and the quality of its work is well-known to the City through past experience; and

WHEREAS, three bids were received for asphalt, with the low bid being submitted by Pyramid Paving & Contracting, 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 project be awarded to the low bidders Robin Harsh Excavating, Inc. and Pyramid Paving & Contracting; 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 Robin Harsh Excavating, Inc. for \$154,625.05 with an additional 10% contingency (Total NTE \$170,087.56), and the asphalt to Pyramid Paving & Contracting for \$50,699.95 with an additional 10% contingency (Total NTE \$55,769.95).

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

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 declared adopted by the following roll call vote:	The Resolution
acciance adopted by the following foll can vote.	
YEAS:	
NAYS:	
ABSENT:	
Resolution approved for adoption on this 6 th day of May 2024.	

Diane M. Lyon, City Clerk