

AGENDA REPORT

TO: Mayor Pat Humphrey & the Clare City Commission
FROM: Jeremy Howard, City Manager
DATE: May 2, 2024
RE: Additional FY2023/2024 Street Project Bids – 100 Block of State Street

For the Agenda of May 6, 2024

Background. The City recently solicited bids for an additional street project to be funded by the voter-approved street millage in Clare this fiscal year. There were cost savings on the original project (North Rainbow) as well as unused funds generated by the millage, so it is recommended by DPW Director Luke Potter to complete an additional section of a street this fiscal year. Treasurer Vicki Corlew concurs with the recommendation and the availability of funding. The recommended project is the reconstruction and paving (two 1.5-inch lifts of asphalt) of the 100 block of State Street. This is the street area that we had to recently replace an old water line on and it has been gravel since that time. Five bids were received (*see copy of att'd Bid Memo & Bid Tabs*) for the street reconstruction and four bids were received for the asphalt (*see copy of att'd Bid Memo & Bid Tabs*). Robin Harsh Excavating, Inc. submitted the low bid for the street reconstruction for an amount of \$24,593.15 and the low bidder for the asphalt was Central Asphalt, Inc. for an amount of \$33,742.32. 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 \$24,593.15 (street reconstruction) and \$33,742.32 (asphalt) along with a standard 10% contingency for each and award the work to Robin Harsh Excavating, Inc. and Central Asphalt, Inc. respectively.

Issues & Questions Specified. 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 Central Asphalt, Inc., 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 additional street project work be completed during the 2023/2024 budget cycle.
5. Set aside a decision regarding this matter to a later date.

Financial Impact. Our voter-approved street millage generated \$279,176.64 for street projects in FY23/24. This millage amount is more than adequate to cover the additional project costs of the low bids for this project.

Recommendation. I recommend that the City Commission approve the bids for an additional Street Project during the City's 2023/2024 Fiscal Year and award the work for the street reconstruction to Robin Harsh Excavating, Inc. in the amount of \$24,593.15 with an additional 10% contingency (Total NTE \$27,052.47), and the asphalt to Central Asphalt, Inc. for \$33,742.32 with an additional 10% contingency (Total NTE \$37,116.56) 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 2024-029 (*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 2024-029.

Memo

To: Jeremy Howard
From: Luke Potter
CC: Department of Public Works
Date: April 24, 2024
Re: 2023/34 Road Construction Project

BID AMOUNTS FOR THE 2023/24 ROAD CONSTRUCTION PROJECT – 100 BI W. State

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 unforeseen expenses.

Malley Construction Inc - \$53,492.74

McGuirk Sand & Gravel - \$33,564.90

The Isabella Corporation - \$48,533.00

Robin Harsh Excavating Inc - \$24,593.15

Tommy Bauer Excavating - \$29,554.00

Thank you,

-Luke Potter

Clare Department of Public Works

Memo

To: Jeremy Howard
From: Luke Potter
CC: Department of Public Works
Date: April 24, 2024
Re: 2023/24 Road Construction Project Asphalt

BID AMOUNTS FOR THE 2023/24 ROAD CONSTRUCTION PROJECT – 100 BI W. State

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 Central Asphalt Inc, as they are the lowest bidder. I also would like to ask for a 10% contingency for unforeseen expenses.

Central Asphalt Inc - \$33,742.32

Pyramid Paving & Contracting - \$41,743.73

Rieth Riley Construction Inc - \$44,546.90

Rite-Way Asphalt Inc - \$51,629.05

Thank you,

-Luke Potter

Clare Department of Public Works

RESOLUTION 2024-029

A RESOLUTION OF THE CLARE CITY COMMISSION APPROVING THE CONTRACTOR BIDS AND AWARDING THE CONTRACTS FOR THE CITY'S FY 2023/2024 STREET IMPROVEMENT PROJECT OF THE 100 BLOCK OF STATE STREET.

WHEREAS, the City's planned FY 2023/2024 primary street improvement project of North Rainbow Drive from Glendale to Eastwood was completed under budget; and

WHEREAS, the City street millage generated enough dollars to allow an additional street project for FY 2023/2024 to reconstruct and pave the 100 block of State Street; and

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

WHEREAS, five 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, four bids were received for asphalt, with the low bid being submitted by Central Asphalt, 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 additional street construction project be awarded to the low bidders Robin Harsh Excavating, Inc. and Central Asphalt, 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 street improvement project bids and awards the work outlined in the specifications and criteria of the bid solicitations to Robin Harsh Excavating, Inc. in the amount of \$24,593.15 with an additional 10% contingency (Total NTE \$27,052.47), and the asphalt to Central Asphalt, Inc. for \$33,742.32 with an additional 10% contingency (Total NTE \$37,116.56).

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 any and 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 _____. The Resolution declared adopted by the following roll call vote:

YEAS:

NAYS:

ABSENT:

Resolution approved for adoption on this 6th day of May 2024.

Diane M. Lyon, City Clerk