

AGENDA REPORT

TO: Mayor & City Commissioners
FROM: Ken Hibl, City Manager
DATE: April 12, 2018
RE: Street Project Bids

For the Agenda of April 16, 2018

Background. The City solicited bids for the two primary street projects (reconstruction of one block of E. Seventh and continuation of reconstruction of John R) it intends to complete in our FY18/19 budget year. Six (6) bids were received. We've reviewed the bids and determined they are all qualified bids; consequently, we ask the Commission to approve the bids and award the street work to one of the bidders.

Issues & Questions Specified. Should the City Commission approve the bids and award the street project work to one of the bidders?

Alternatives.

1. Approve the bids and award the street project work to Isabella Corp, the low bidder.
2. Approve the bids and award the street project work to a bidder other than Isabella Corp.
3. Direct the solicitation of new bids.
4. Direct that no street project work be completed during the 2018/2019 budget cycle.
5. Set aside decision regarding this matter to a later date.

Financial Impact. We anticipate that our voter-approved street millage will generate approximately \$250K for street projects in FY18/19. We consider the Isabella Corp bid of \$285,720.45 as a very favorable bid. It includes approximately \$83K in costs to upgrade water mains, valves, and hydrants within our designated FY18/19 street project areas; these costs will be paid by our Water Fund. Consequently, we will have nearly \$50K we can apply to additional street work in 2018. And when we add that amount to the \$16K we were able to carry over from our 2017/2018 street projects, we will have approx. \$66K in reserved street funds that can be used for a number of very favorable options and opportunities, e.g., expand the scope (continue westward) of the John R Street Project (would require an additional contribution from the Water Fund); "pull" a project forward from our 2019/2020 street project list (mill & fill of a portion of East Fourth Street from Hemlock to E. Fifth Street for an estimated cost of \$52K as an example); use the funds to replace a significant portion of our deteriorating sidewalks throughout the City; purchase and plant trees in our street rights-of-way where we've removed aged or diseased trees; use the funds to commence the needed upgrade to Pinecrest Street, which we intend to ask for jurisdictional transfer from Isabella County for control and access to our new recreation complex. We posed the question to our Planning Commission at its April 11th meeting and asked them to share with us what they believe would have the most significant, positive impact in our community; we advised them we would ask for their recommendations at their May meeting. We will share the Planning Commission's recommendations with the City Commission in May and ask for guidance as to the direction the Commission wants us to take.

Recommendation. I recommend that the City Commission approve the bids for the City's 2018/2019 Street Projects and award the work for the street projects to Isabella Corp by adoption of Resolution 2018-040 (*copy att'd*).

Attachments.

1. Bid Tabulation Sheet.
2. Resolution 2018-040.

BID PROJECT NAME: John R & Seventh Street Reconstruction

BIDS DUE: Wednesday, April 11, 2018 at 1pm

BID	BIDDER INFORMATION	
	NAME & ADDRESS	PHONE
312,989.90	Robbin Harsh Excavating, Inc Robbin Harsh, Owner 9395 S. Clare Avenue Clare, MI 48617	989-386-2752
285,720.45	The Isabella Corp James A. Zalud 2201 Commerce Street Mt. Pleasant, MI 48858	989-772-5890
	Pete's Contracting Inc Toni L. VandenBos 5791 S McVety Road Falmouth, MI 49632	231-328-4701
338,660.85	Malley Construction Inc Tony Hale 1565 Park Place Mt Pleasant, MI 48858	989-772-2765
	Central Michigan Contracting Inc Bo Dunkle 1301 Commerce Drive Farwell, MI 48622	989-588-9778
303,911.10	McGuirk Sand & Gravel PO Box 530 Mt Pleasant, MI 48804	989-772-1309
457,645-	Crawford Contracting Inc PO Box 1909 Mt Pleasant, MI 48804	989-775-6622
	Dan Dunnigan Jr doug@deexcavating.com	
431,318-	Rohde Bras EXCAV INC 1240 N Outer Dr PO Bx 14979 Saginaw 48601	
	Pyramid Paving (Bruce)	989-233-3147 email: bruce@pyramidpaving.com

Bids were opened on Wednesday, April 11, 2018 @ 1:00 P.M.

by Alan J. Jessup, Director of Public Works, assisted by Mary Warner, DPW Secretary

RESOLUTION 2018-040

A RESOLUTION OF THE CLARE CITY COMMISSION APPROVING THE CONTRACTOR BIDS FOR THE CITY'S FY 2018/2019 STREET IMPROVEMENT PROJECTS.

WHEREAS, the City's planned FY 2018/2019 primary street improvement projects include the reconstruction of one block of East Seventh Street and continuation of reconstruction of John R Street; and

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

WHEREAS, six bids were received, the low bid submitted by Isabella Corp of Mt. Pleasant, Michigan, said company and the quality of its work well-known to the City through past experience; and

WHEREAS, the City Staff has reviewed said construction bids and determined that all bids met the requested specifications and requirements and all are thus consider 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 Isabella Corp, the low bidder; and

WHEREAS, the Clare City Commission has reviewed and considered the recommendations of its staff and deemed 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 18/19 street improvement project bids and awards the work outlined in the specifications and criteria of the bid solicitations and offers to Isabella Corp of Mt. Pleasant, Michigan for a cost not to exceed \$288,720.45.

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 16th day of April 2018.

Diane Lyon, City Clerk