

AGENDA REPORT

TO: Mayor Pat Humphrey & the Clare City Commission
FROM: Jeremy Howard, City Manager
DATE: April 29, 2021
RE: FY 2021/2022 Street Project Bids

For the Agenda of May 3, 2021

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 streets being proposed for work during the FY21/22 budget year are Ann Arbor Trail from Woodlawn to Grant (crush, shape, grade, two 1.5-inch lifts of asphalt), Hemlock from Schoolcrest to Wilcox (1.5-inch overlay), and Dunlop from Maple Street to the Railroad tracks (pulverize, shape, and 2.5-inch single course of asphalt). Three bids were received at the bid opening (*see copy of att'd Bid Memo & Bid Tabs*). The low bid was submitted by Central Asphalt, Inc. for an amount of \$171,087.06.

The City Commission is asked to approve the low bid amount of \$171,087.06 and award the work to Central Asphalt, 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 Central Asphalt, Inc., the low bidder.
2. Approve the bids and award the street project work to one of the other bidders other than Central Asphalt, Inc.
3. Direct the solicitation of new bids.
4. Direct that no street project work be completed during the 2021/2022 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 FY21/22. This amount is more than adequate to cover the road work costs of the low bid, \$171,087.06.

Recommendation. I recommend that the City Commission approve the bids for the City's 2021/2022 Street Projects and award the work for the street projects to Central Asphalt, Inc. by adoption of Resolution 2021-030 (*copy att'd*).

Attachments.

1. Bid Memo.
2. Bid Tabulation Sheet.
3. Resolution 2021-030.

Memo

Date: 4/28/2021
To: Jeremy Howard, City Manager
From: Luke Potter, DPW Director
RE: **Bid for 2021 Road Construction - 4/28/2021**

We had a bid opening today, Wednesday, April 28, 2021 at 1:00 p.m., for 2021 Road Construction. We received three bids as listed below:

Reith Riley Construction Co. Inc – Prudenville, MI	\$174,235.00
Central Asphalt Inc – Mt Pleasant, MI	\$171,087.06
Pyramid Paving & Contracting – Bay City, MI	\$184,163.90

All of these bid amounts are below the estimated amount of \$234,145.02 in the capital improvement plan. These are all reputable contractors. I recommend that we accept the low bid from Central Asphalt Inc of \$171,087.06.



Luke Potter
DPW Director

RESOLUTION 2021-030

A RESOLUTION OF THE CLARE CITY COMMISSION APPROVING THE CONTRACTOR BIDS FOR THE CITY'S FY 2021/2022 STREET IMPROVEMENT PROJECTS.

WHEREAS, the City's planned FY 2021/2022 primary street improvement projects include Ann Arbor Trail from Woodlawn to Grant (crush, shape, grade, two 1.5-inch lifts of asphalt), Hemlock from Schoolcrest to Wilcox (1.5-inch overlay), and Dunlop from Maple Street to the Railroad tracks (pulverize, shape, and 2.5-inch single course of asphalt); and

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

WHEREAS, three bids were received, the low bid submitted by Central Asphalt, Inc., 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 Central Asphalt, Inc., 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 21/22 street improvement project bids and awards the work outlined in the specifications and criteria of the bid solicitations and offers to Central Asphalt, Inc. for a cost not to exceed \$171,087.06.

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 May, 2021.

Diane Lyon, City Clerk