

City of Grand Island

Tuesday, June 11, 2019 Council Session

Item G-7

#2019-187- Approving Bid Award for Sanitary Sewer District No. 543; Willow Street

Staff Contact: John Collins, P.E. - Public Works Director

Council Agenda Memo

From: Keith Kurz PE, Assistant Public Works Director

Meeting: June 11, 2019

Subject: Approving Bid Award for Sanitary Sewer District No.

543; Willow Street

Presenter(s): John Collins, Public Works Director

Background

Sanitary Sewer District No. 543 was created by the City Council on January 22, 2019, via Ordinance No. 9721. Legal notice of the creation of the District was published in the *Grand Island Independent* on January 28, 2019, with notification being mailed to all involved property owners.

City Council continued the creation of Sanitary Sewer District No. 543 on March 12, 2019, via Resolution No. 2019-88, with only two (2) protests being filed against this district. These owners represented 158.49 front feet, or 5.20% of the total district frontage of 3,046.60 feet.

The boundary for the proposed district was selected in order to serve an area previously unserved that is located north of 4th Street, east of Congdon Avenue (see attached sketch). Sanitary sewer was requested in this area in 2003, and again in September 2017. The proposed district boundary would eliminate around fifteen (15) septic tanks and provide sanitary service to thirty-seven (37) lots. Of the fifteen (15) septic tanks at least three (3) may be in failure and discharging poorly treated waste directly to groundwater. There is a portion of this area that is not served by City water, and is operating private drinking water wells. It is advantageous to construct such sanitary sewer main now as there is Community Development Block Grant (CDBG) funding available for 2019, which will reduce the assessment amount for the property owners by about half.

Discussion

Three (3) bids were received and opened on May 29, 2019. The bids were submitted in compliance with the contract, plans, and specifications. A summary of the bids is shown below.

Bidder	Exceptions	Total Bid
Starostka Group Unlimited, Inc. of Grand Island, NE	None	\$359,299.52
The Diamond Engineering Co. of Grand Island, NE	None	\$486,915.71
Myers Construction, Inc. of Broken Bow, NE	None	\$491,669.85

Public Works Engineering staff has negotiated with the low bidder on two (2) main components of the bid tab. The first is the addition of sewer quantities for the 5th Street Subdivision which equate to \$62,310.23, with the second being the removal of sewer rehabilitation quantities in order to value engineer a reduction in cost of \$18,810.89. After value engineering the revised construction cost with Starostka Group Unlimited, Inc. is \$402,798.85

Staff is coordinating with the Utility Department in order to successfully rehab only the necessary amount of sanitary sewer.

Sanitary Sewer District No. 543; Willow Street was initially estimated at \$10,000.00 per each of the twenty (20) connections. With the addition of the 5th Street Subdivision the connection cost per each of the thirty-seven (37) lots is estimated at approximately \$6,500.00- \$7,500.00. The value engineering from the reduction in rehabilitation allows money in the Wastewater budget to go to other more pressing rehabilitation priorities.

Alternatives

It appears that the Council has the following alternatives concerning this issue at hand. The Council may:

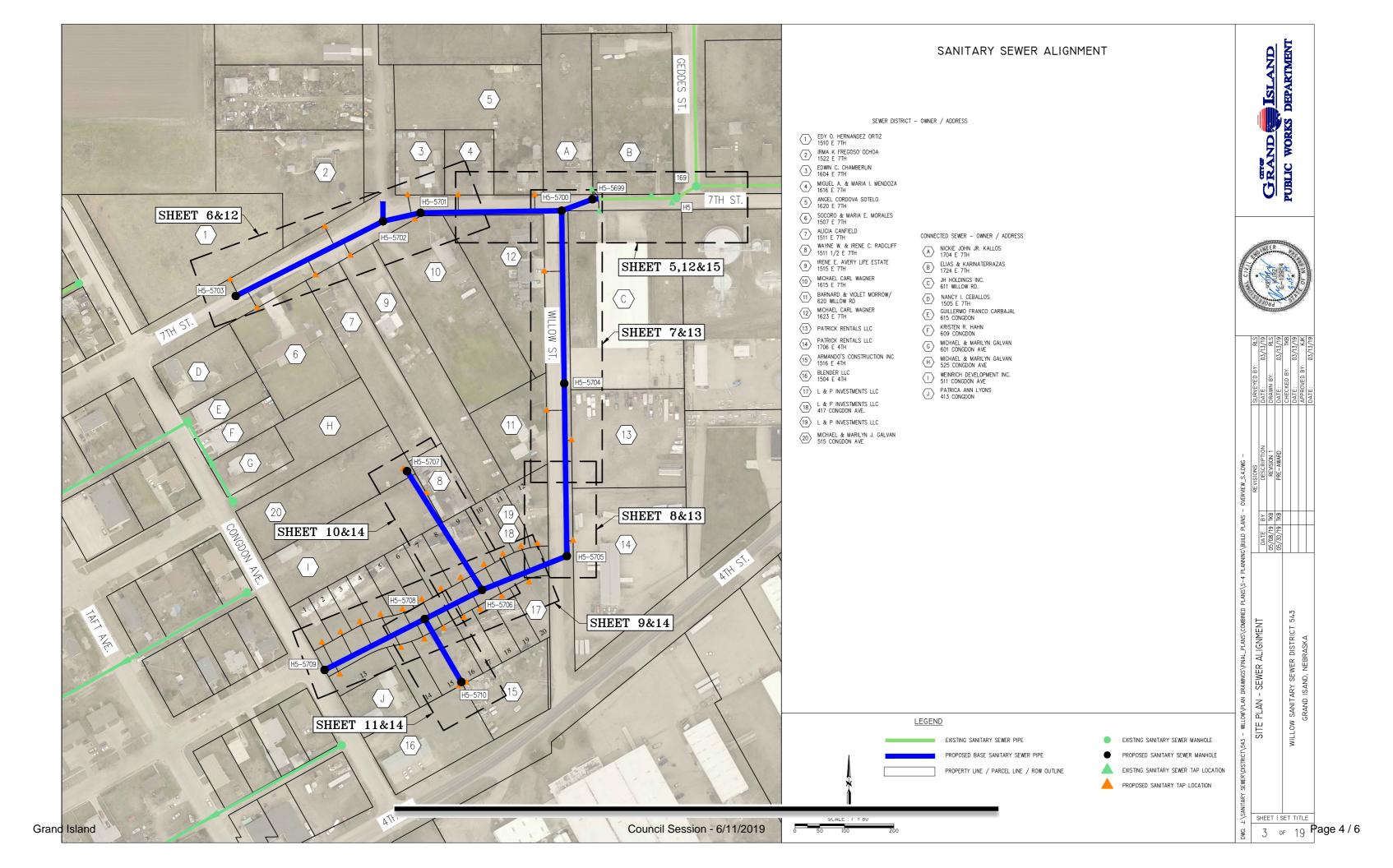
- 1. Approve the bid award.
- 2. Refer the issue to a Committee.
- 3. Postpone the issue to a future date.
- 4. Take no action on the issue.

Recommendation

City Administration recommends that the Council approve the bid award for Sanitary Sewer District No. 543 in the amount of \$402,798.85 to Starostka Group Unlimited, Inc. of Grand Island, Nebraska.

Sample Motion

Move to approve the bid award.



Purchasing Division of Legal Department

INTEROFFICE MEMORANDUM



Stacy Nonhof, Purchasing Agent

Working Together for a Better Tomorrow, Today

BID OPENING

BID OPENING DATE: May 29, 2019 at 2:00 p.m.

FOR: Sanitary Sewer District No. 543; Willow Street

DEPARTMENT: Public Works

ESTIMATE: \$650,000.00

FUND/ACCOUNT: 53030055-85213-53556

PUBLICATION DATE: May 17, 2019

NO. POTENTIAL BIDDERS: 10

SUMMARY

Diamond Engineering, Inc. **Bidder: Myers Construction, Inc.**

> Grand Island, NE Broken Bow, NE

Bid Security: Universal Surety Co. Inland Insurance Co.

Exceptions: None None

Bid Price: \$486,915.71 \$491,669.85

Bidder: Starostka Group Unlimited, Inc.

Grand Island, NE

Bid Security: Universal Surety Co.

Exceptions: None

Bid Price: \$359,299.52

John Collins, Public Works Director cc:

> Patrick Brown, Finance Director Tara Bevard, WW Engineer I

Catrina DeLosh, PW Admin. Assist. Stacy Nonhof, Purchasing Agent Jerry Janulewicz, Interim City Admin.

P2133

RESOLUTION 2019-187

WHEREAS, the City of Grand Island invited sealed bids for Sanitary Sewer District No. 543; Willow Street, according to plans and specifications on file with the City Engineer/Public Works Director; and

WHEREAS, on May 29, 2019 bids were received, opened, and reviewed; and

WHEREAS, Starostka Group Unlimited, Inc. of Grand Island, Nebraska submitted a bid in accordance with the terms of the advertisement of bids and plans and specifications and all other statutory requirements contained therein, such bid being in the amount of \$359,299.52; and

WHEREAS, Public Works Engineering staff negotiated with the low bidder on two (2) main components of the bid tab; the addition of sewer quantities for the 5th Street Subdivision which equate to \$62,310.23 and the removal of sewer rehabilitation quantities in order to value engineer a reduction in cost of \$18,810.89; and

WHEREAS, after value engineering the revised construction cost with Starostka Group Unlimited, Inc. is \$402,798.85; and

WHEREAS, staff is coordinating with the Utility Department in order to successfully rehab only the necessary amount of sanitary sewer; and

WHEREAS, Sanitary Sewer District No. 543; Willow Street was initially estimated at \$10,000.00 per each of the twenty (20) connections, with the addition of the 5th Street Subdivision the connection cost per each of the thirty-seven (37) lots is estimated at approximately \$6,500.00- \$7,500.00; and

WHEREAS, the value engineering from the reduction in rehabilitation allows money in the Wastewater budget to go to other more pressing rehabilitation priorities; and

WHEREAS, funds are available in the Fiscal Year 2018/2019 budget for this project.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the bid of Starostka Group Unlimited, Inc. of Grand Island, Nebraska in the amount of \$402,798.85 for construction of Sanitary Sewer District No. 543; Willow Street is hereby approved s the lowest responsible bid.

BE IF FURTHER RESOLVED, that the Mayor is hereby authorized and directed to execute a contract with such contractor for such project on behalf of the City of Grand Island.

Adopted by the City Council of the City of Grand Island, Nebraska, June 11, 2019.

Attest:	Roger G. Steele, Mayor	
Aaron Schmid, City Clerk Pro Tem	Approved as to Form June 18, 2019 City Attorney	