



City of Grand Island

Tuesday, May 26, 2020

Council Session

Item G-6

**#2020-122 - Approving Bid Award for Old Potash Highway
Roadway Improvements; Project No. 2019-P-1**

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

Council Agenda Memo

From: Keith Kurz PE, Assistant Public Works Director

Meeting: May 26, 2020

Subject: Approving Bid Award for Old Potash Highway Roadway Improvements; Project No. 2019-P-1

Presenter(s): John Collins PE, Public Works Director

Background

A master plan was established for the Old Potash Highway corridor from approximately North Road to Webb Road, including intersections to the north and south of Old Potash Highway. The interaction between the various traffic features is complex, so an overall master plan was created to ensure that the individual projects will function together and address other safety issues in these areas. The plan includes widening and reconfiguring Old Potash Highway, signal and geometric improvements at each intersection, access management throughout the corridor, and improvements to the north and south of the Old Potash Highway corridor. Improvements are needed to allow the corridor to safely handle the ever increasing traffic in this area.

On April 14, 2020 the Engineering Division of the Public Works Department advertised for bids for Old Potash Highway Roadway Improvements; Project No. 2019-P-1. There were twenty-six (26) potential bidders for this project.

Discussion

Three (3) bids were received and opened on May 12, 2020. The bids were submitted in compliance with the contract, plans and specifications. A summary of the bids is shown below.

	<i>Starostka Group Unlimited, Inc. of Grand Island, NE</i>	<i>Paulsen, Inc. of Cozad, NE</i>	<i>The Diamond Engineering Co. of Grand Island, NE</i>
Bid Option 1- includes Claude Road Extension Improvements north of Faidley Ave & Polyurea Grooved Roadway Markings	\$10,712,372.27	\$11,356,501.90	\$11,814,367.55*
Bid Option 2- includes Claude Road Extension Improvements north of Faidley Ave & Paint Beaded Grooved Roadway Markings	\$10,530,764.77	\$11,162,302.70	\$11,704,596.25*
Bid Option 3- <u>does not</u> include Claude Road Extension Improvements north of Faidley Ave & Polyurea Grooved Roadway Markings	\$10,295,644.97	\$10,893,052.90	\$11,367,867.99
Bid Option 4- <u>does not</u> include Claude Road Extension Improvements north of Faidley Ave & Paint Beaded Grooved Roadway Markings	\$10,114,037.47	\$10,698,853.70	\$11,258,096.69

*Corrected bid

Public Works Administration recommends awarding Bid Option 2 to Starostka Group Unlimited, Inc. of Grand Island, Nebraska, as it is over \$3.8M below the Engineer's estimate for such work. Painted roadway markings are recommended as the cost increase to change to Polyurea roadway markings is too great based on the increased life expectancy. The Claude Road extension north of Faidley Avenue is also recommended based on the current bid prices and allows for future extension of Concord Avenue to hook on to this allowing for better circulation in the area north of Faidley Avenue. The project is anticipated to begin June 2020, with a completion date of December 1, 2022.

There are sufficient funds in Account No. 21000001-2100-40028 to fund this project.

Alternatives

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

1. Move to approve
2. Refer the issue to a Committee
3. Postpone the issue to future date
4. Take no action on the issue

Recommendation

City Administration recommends that the Council approve awarding the contract for Old Potash Highway Roadway Improvements; Project No. 2019-P-1 to Starostka Group Unlimited, Inc. of Grand Island, Nebraska in the amount of \$10,530,764.77 as the low compliant bid that meets specifications.

Sample Motion

Move to approve the bid award.



Stacy Nonhof, Purchasing Agent

*Working Together for a
Better Tomorrow, Today*

BID OPENING

BID OPENING DATE: May 12, 2020 at 2:00 p.m.
FOR: Old Potash Highway Roadway Improvements;
Project No. 2019-P-1
DEPARTMENT: Public Works
ESTIMATE: \$14,400,000.00
FUND/ACCOUNT: 21000001-2100-40028
PUBLICATION DATE: April 14, 2020
NO. POTENTIAL BIDDERS: 26

SUMMARY

Bidder:	<u>Paulsen, Inc.</u> Cozad, NE	<u>The Diamond Engineering Co.</u> Grand Island, NE
Bid Security:	The Cincinnati Ins. Co.	Universal Surety Co.
Exceptions:	None	None

Bid Price:		
Summary 1:	\$11,356,501.90	\$11,814,387.55
Summary 2:	\$11,162,302.70	\$11,704,616.25
Summary 3:	\$10,893,052.90	\$11,367,867.99
Summary 4:	\$10,698,853.70	\$11,258,096.69

Bidder:	<u>Starostka Group Unlimited, Inc.</u> Grand Island, NE
Bid Security:	Universal Surety Co.
Exceptions:	None

Summary 1:	\$10,712,372.27
Summary 2:	\$10,530,764.77
Summary 3:	\$10,295,644.97
Summary 4:	\$10,114,037.47

cc: John Collins, Public Works Director
Jerry Janulewicz, City Administrator
Stacy Nonhof, Purchasing Agent

Catrina DeLosh, PW Admin. Assist.
Patrick Brown, Finance Director
Matt Rief, Engineer – Olsson, Inc.

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RESOLUTION 2020-122

WHEREAS, the City of Grand Island invited sealed bids for Old Potash Highway Roadway Improvements; Project No. 2019-P-1, according to plans and specifications on file with the City Engineer/Public Works Director; and

WHEREAS, on May 12, 2020 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 \$10,530,764.77; and

WHEREAS, Starostka Group Unlimited, Inc.'s bid was below the engineer's estimate for the project: and

WHEREAS, funds are available in the Fiscal Year 2019/2020 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 \$10,530,764.77 for Old Potash Highway Roadway Improvements; Project No. 2019-P-1 is hereby approved as the lowest responsible bid.

BE IT 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.

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Adopted by the City Council of the City of Grand Island, Nebraska, May 12, 2020.

Roger G. Steele, Mayor

Attest:

RaNae Edwards, City Clerk

Approved as to Form	☐ _____
May 22, 2020	☐ City Attorney