

# City of Grand Island

Tuesday, February 28, 2023 Council Session

## Item G-17

#2023-52 - Approving Bid Award for Water Main Project 2023-W-1

**Staff Contact: Tim Luchsinger, Stacy Nonhof** 

# **Council Agenda Memo**

From: Timothy Luchsinger, Utilities Director

Stacy Nonhof, Assistant City Attorney

Meeting: February 28, 2023

**Subject:** Water Main Project 2023-W-1 18<sup>th</sup> Street and Indiana

Avenue

**Presenter(s):** Timothy Luchsinger, Utilities Director

## **Background**

The contract for Water Main Project 2023-W-1 involves the installation of approximately 765 linear feet of 6" diameter ductile-iron water main by trenchless construction; also, water service connections, pavement removal and restoration. The work will replace the existing water main within 18th Street and Indiana Avenue which has been subject to multiple breaks over its lifetime.

### **Discussion**

Bidding documents were advertised in accordance with City Procurement Codes. Three bids were received and publicly opened at 2:00 p.m. on February 9, 2023.

Tabulated below is the Evaluated Bid amount from each of the bidders:

Bidder	Bid Security	Exceptions	<b>Evaluated Bid</b>
The Diamond Engineering Co. Grand Island, NE	Universal Surety Co.	Completion 11/1/2023	\$286,317.63
Van Kirk Brothers Contracting Sutton, NE	Universal Surety Co.	Completion 5/31/2024	\$267,729.75
Myers Construction, Inc. Broken Bow, NE	United Fire & Casualty Co.	None	\$299,625.61
Myers Construction, Inc. Broken Bow, NE		Negotiated Price	\$285,378.13

All bids were reviewed and evaluated. The bids from The Diamond Engineering Co. and Van Kirk Brothers Contracting both took exception to the Contract completion date of 8/11/2023. Additionally, both Myers Construction, Inc. and Diamond Engineering Co. exceeded the 5% threshold from the Engineers Estimate.

As allowed by City code, the Department entered negotiations with Myers Construction, Inc., as the lowest compliant bidder. Using adjustments with bid unit price costs for traffic control and pipe, a price of \$285,378.13 was agreed upon as to not exceed five per cent of the Engineer's Estimate of \$272,000.

#### **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 award the contract to the lowest compliant bidder, Myers Construction, Inc., of Broken Bow, Nebraska, in the negotiated contract price amount of \$285,378.13.

### **Sample Motion**

Move to approve the resolution authorizing the Mayor to execute a contract with Myers Construction, Inc., of Broken Bow, Nebraska, for the construction of Water Main Project 2023-W-1 in the amount of \$285,378.13.

# Purchasing Division of Legal Department INTEROFFICE MEMORANDUM



Stacy Nonhof, Purchasing Agent

Working Together for a Better Tomorrow, Today

#### **BID OPENING**

BID OPENING DATE: February 9, 2023 at 2:00 p.m.

FOR: Water Main Project 2023-W-1

**DEPARTMENT:** Utilities

**ESTIMATE:** \$272,000.00

FUND/ACCOUNT: 525

**PUBLICATION DATE:** January 25, 2023

NO. POTENTIAL BIDDERS: 4

#### **SUMMARY**

Bidder: Diamond Engineering Company Van Kirk Bros. Contracting

Grand Island, NE Sutton, NE

Bid Security: Universal Surety Company Universal Surety Company

**Exceptions:** Noted Noted

**Bid Price:** 

 Sales Tax:
 \$ 7,480.00
 \$ 7,153.88

 Materials Cost:
 \$ 99,750.00
 \$ 95,385.00

 Services Cost:
 \$179,087.63
 \$165,190.87

 Total Bid:
 \$286,317.63
 \$267,729.75

**Bidder:** Myers Construction, Inc.

**Broken Bow, NE** 

Bid Security: United Fire & Casualty Co.

**Exceptions:** None

**Bid Price:** 

 Sales Tax:
 \$ 9,521.35

 Materials Cost:
 \$126,951.37

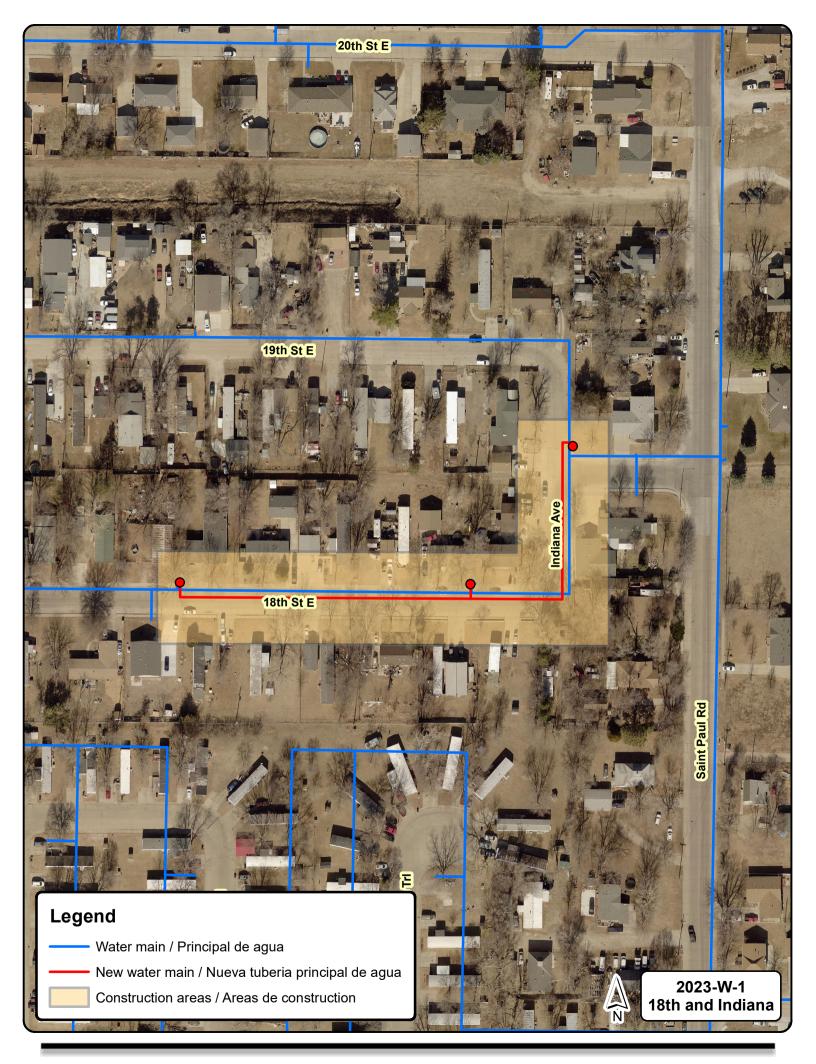
 Services Cost:
 \$163,152.89

 Total Bid:
 \$299,625.61

cc: Tim Luchsinger, Utilities Director Jamie Royer, Civil Engineer II

Stacy Nonhof, Purchasing Agent

P2424



#### RESOLUTION 2023-52

WHEREAS, the City of Grand Island invited sealed bids for construction of Water Main Project 2023-W-1 -18<sup>th</sup> Street and Indiana, according to plans and specifications on file with the Utilities Department; and

WHEREAS, on February 9, 2023, bids were received, opened, and reviewed; and

WHEREAS, two of the bidders took exception to the Contract completion date of August 11, 2023; and

WHEREAS, Myers Construction, Inc, of Broken Bow, 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 negotiated to the amount of \$285,378.13; and

WHEREAS, the negotiated amount falls within 5% of the Engineer's Estimate of \$272,000.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the bid of Myers Construction, Inc., in the amount of \$285,378.13, is hereby approved as the negotiated responsible bid.

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Adopted by the City Council of the City of Grand Island, Nebraska, February 28, 2023
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	Roger G. Steele, Mayor
Attest:	
RaNae Edwards, City Clerk	

Approved as to Form 

Ebruary 24, 2023 

City Attorney