



City of Grand Island

Tuesday, July 13, 2004

Council Session

Item G19

**#2004-166 - Approving Bid Award for Grand Generation Addition
and Renovation**

Staff Contact: Joni Kuzma

Council Agenda Memo

From: Joni Kuzma/Jerene Garrouette
Meeting: July 13, 2004
Subject: Senior Center renovation/expansion contract award
Item #'s: G-19
Presenter(s): Joni Kuzma

Background

In July 2003, the City of Grand Island was awarded a \$350,000 grant from the Nebraska Department of Economic Development for the renovation and expansion of the Grand Generation Center, d/b/a Senior Citizen's Industries, Inc. Phase I of the project includes a 4,300 square foot expansion of the existing building and a 300 square foot renovation of the kitchen, as designated in the DED grant. The grant provides \$332,500 of CDBG funding toward the project. Another \$120,256 is committed in matching funds from Senior Citizen's Industries, Inc. This Base Bid contract award pertains to Phase 1 only, which includes the grant and the grant committed Senior Center cash match, an amount not to exceed \$452,756. The first Phase of the project must be complete no later than July 9, 2005.

Discussion

The project was bid in three parts: the Base Bid (as defined in the grant), Alternate #1, and Alternate #2. This contract award is only for the Base Bid, submitted by Starostka Group, Inc., for the amount of \$615,985.00. The grant/matching share of the Base Bid award may not exceed \$452,756. The Base Bid balance of \$163,229 will be paid by Senior Citizens Industries, Inc. Any costs incurred above this amount, including Alternate #1 (\$155,644) and Alternate #2 (\$189,333), will be the sole responsibility of the Senior Center.

Alternatives

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

1. Approve the contract for Phase 1 expansion and renovation of the Senior Center with Starostka Group, Inc. in the amount of \$615,985.00 (\$452,756 grant committed/\$163,229 Senior Citizens Industries, Inc. share).
2. Disapprove or /Deny the contract award to Starostka Group, Inc.
3. Modify the contract award to meet the wishes of the Council
4. Table the issue

Recommendation

City Administration recommends that the Council approve the contract and award the bid for Senior Center expansion and Renovation Phase I to Starostka Group, Inc.

Sample Motion

Approve the contract award for \$615,985 for Phase I expansion and renovation of the Senior Center with Starostka Group, Inc.

Purchasing Division of Legal Department
INTEROFFICE MEMORANDUM



Dale M. Shotkoski, Assistant City Attorney

*Working Together for a
Better Tomorrow, Today*

BID OPENING

BID OPENING DATE: July 1, 2004 at 11:15 a.m. (Re-Bid)

FOR: Addition & Renovation to the Grand Generation Center

DEPARTMENT: Community Development

ESTIMATE: \$989,850.00

FUND/ACCOUNT: Grant Fund/CRA/Private

PUBLICATION DATE: June 24, 2004

NO. POTENTIAL BIDDERS: 5

SUMMARY

Bidder:	<u>Lacy Construction Co.</u> Grand Island, NE	<u>Starostka Group</u> Grand Island, NE
Bid Security:	Universal Surety Company	Merchants Bonding Co.
Base Bid Price:	\$629,500.00	\$615,985.00
Alternate No. 1:	\$154,000.00	\$155,644.00
Alternate No. 2:	\$204,000.00	\$189,333.00

cc: Jeri Garrouette, Community Development Director
Gary Greer, City Administrator
Dale Shotkoski, Purchasing Agent
Laura Berthelsen, Legal Assistant

RESOLUTION 2004-166

WHEREAS, the City of Grand Island invited sealed bids for Addition and Renovation of the Grand Generation Center at 304 East Third Street, according to plans and specifications on file with the City Clerk's office; and

WHEREAS, on July 1, 2004, bids were received, opened and reviewed; and

WHEREAS, Starostka Group, 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 \$615,985.00 for Phase I of the project; and

WHEREAS, the City of Grand Island was awarded a \$350,000 grant from the Nebraska Department of Economic Development of which \$332,500 can be used for the funding of this project; and

WHEREAS, Senior Citizen's Industries, Inc. has committed matching funds in the amount of \$236,819.00 for such project; and

WHEREAS, the remaining costs of the base bid and any additional costs of the projects, including Alternate #1 and Alternate #2 will be the sole responsibility of the Senior Center; and

WHEREAS, a contribution may be made in the next fiscal year to the Grand Generation Center from funds derived from the recently approved 1/2 cent sales tax proceeds which can be utilized for this project; and

WHEREAS, city funds in excess of \$332,500.00 are contingent upon the City of Grand Island approving and adopting a fiscal year 2004-2005 budget with sufficient and appropriate appropriations to perform the City's duties and responsibilities of such renovation project.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the bid of Starostka Group, Inc. of Grand Island, Nebraska, in the amount of \$615,985.00 for the Phase I addition and renovation of the Grand Generation Center at 304 East Third Street is hereby approved as the lowest responsible bid.

BE IT FURTHER RESOLVED, that the Mayor is hereby authorized and directed to execute such agreement with Starostka Group, Inc. and Senior Citizens Industries, Inc. on behalf of the City of Grand Island.

- - -

Adopted by the City Council of the City of Grand Island, Nebraska, July 13, 2004.

RaNae Edwards, City Clerk

Approved as to Form	☐ _____
July 8, 2004	☐ City Attorney