

# **City of Grand Island**

Tuesday, March 23, 2010 Council Session

## Item G12

#2010-80 - Approving Bid Award for Water Main Project 2010-W-1 - Poplar Street from 9th Street to 12th Street

Staff Contact: Gary R. Mader

City of Grand Island City Council

## **Council Agenda Memo**

**From:** Gary R. Mader, Utilities Director

Dale Shotkoski, City Attorney

Meeting: March 23, 2010

**Subject:** Water Main Project 2010-W-1

Poplar Street – 9<sup>th</sup> Street to 12<sup>th</sup> Street

**Item #'s:** G-12

**Presente** r(s): Gary R. Mader, Utilities Director

## **Background**

A part of the City's Comprehensive Plan, dated July 13, 2004, provides for the installation of necessary infrastructure to allow for the development of residential lots. Pursuant to the Plan's objectives, the Community Redevelopment Authority and the City have entered into an agreement for the redevelopment of Poplar Street between 9<sup>th</sup> Street and 12<sup>th</sup> Street. The specifics of the agreement are for the installation of an 8" water main and related water service taps for existing and anticipated development in the area.

The new water main will allow construction of four to seven single family homes on vacant lots adjacent to the project. Currently, Habitat for Humanity is in the process of preparing to construct new homes at the corner of 11<sup>th</sup> Street and Poplar Street.

Tax increment financing will pay for the installation of the water infrastructure. The Authority will use general funds on hand to pay for plan preparation and legal fees; for water line installation and engineering, and for cost reimbursement for the office of the City Treasurer for accounting. These funds will be repaid from the Tax Increment Revenues generated from the project. The largest increase will come from the new housing on the lots that benefit from the new water line.

### **Discussion**

Contract specifications and plans were prepared the Project. The bidding documents were advertised in accordance with City Procurement Codes and fifteen construction firms received copies. Three bids were received and publicly opened at 2:00 p.m. on March 11, 2010. The tabulation is below:

Bidder	Exceptions	Bid	
General Excavating	None	\$123,719.10	
Lincoln, NE			
K2 Construction	None	\$ 98,082.97	
Lincoln, NE			
The Diamond Engineering Co.	None	\$ 89,287.08	
Grand Island, NE			

The received bids have been reviewed and evaluated. The low bid from Diamond Engineering Company is complete and without exceptions. Their bid is below the Agreement's project estimate of \$130,000 for water main construction and meets all City contract requirements.

#### **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 Council approve the bid award for Water Main Project 2010-W-1 to Diamond Engineering Company of Grand Island, Nebraska, in the amount of \$89,287.08.

### **Sample Motion**

Move to approve the bid award for Water Main Project 2010-W-1 to Diamond Engineering.

## Purchasing Division of Legal Department

#### INTEROFFICE MEMORANDUM



Wes Nespor, Purchasing Agent

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#### **BID OPENING**

BID OPENING DATE: March 11, 2010 at 2:00 p.m.

FOR: Water Main Project 2010-W-1

**DEPARTMENT:** Utilities

**ESTIMATE:** \$165,000.00

FUND/ACCOUNT: 525

**PUBLICATION DATE:** February 16, 2010

NO. POTENTIAL BIDDERS: 15

#### **SUMMARY**

Bidder: K2 Construction Diamond Engineering Co.

Lincoln, NE Grand Island, NE

Bid Security: International Fidelity Ins. Co. Universal Surety Company

Exceptions: None None

Bid Price: \$98,082.97 \$89,287.08

**Bidder:** General Excavating

Lincoln, NE

**Bid Security:** Universal Surety Company

**Exceptions:** None

Bid Price: \$123,719.10

cc: Gary Mader, Utilities Director

Dale Shotkoski, City Attorney Jeff Pederson, City Administrator Bob Smith, Assist. Utilities Director Pat Gericke, Utilities Admin. Assist. Tom Barnes, Utilities Engineer

#### RESOLUTION 2010-80

WHEREAS, the City Water Department invited sealed bids for Water Main Project 2010-W-1, Poplar Street from 9<sup>th</sup> Street to 12<sup>th</sup> Street; and

WHEREAS, on March 11, 2010, bids were received, opened and reviewed; and

WHEREAS, the Diamond Engineering Company 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, in the amount of \$89,287.08; and

WHEREAS, the bid of Diamond Engineering of Grand Island, Nebraska, is less than the estimate for Water Main Project 2010-W-1, Poplar Street from 9<sup>th</sup> Street to 12<sup>th</sup> Street.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the bid of Diamond Engineering of Grand Island, Nebraska, in the amount of \$89,287.08 is hereby approved as the lowest responsible bid.

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Ado	pted by	y the Cit	y Council of	the City of	Grand Island	, Nebraska	, March 23	, 2010.
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