



City of Grand Island

Tuesday, April 10, 2012

Council Session

Item G6

#2012-87 - Approving Bid Award - Water Main District 458T and Sanitary Sewer District 527T - Platte Valley Industrial Park

Staff Contact: Tim Luchsinger, John Collins, Jason Eley

Council Agenda Memo

From: Terry Brown, Manager of Engineering Services
Tim Luchsinger, Utilities Director
Jason Eley, Assistant City Attorney/Purchasing

Meeting: April 10, 2012

Subject: Approving Bid Award in Platte Valley Industrial Park (PVIP)
East; Water Main District 458T, and Sanitary Sewer District
527T for the City of Grand Island

Item #'s: G-6

Presenter(s): Tim Luchsinger, Utilities Director
John Collins, Public Works Director

Background

This is a combined project of the City's Utilities and Public Works Departments for the installation of water main, and sanitary sewer lines to provide municipal utility infrastructure to the Platte Valley Industrial Park Site. The project is located in Platte Valley Industrial Park-East, located between Gold Core Drive and Blaine Street, and between Schimmer Drive and Wildwood Drive. Attached for reference is a map showing the construction area.

Funding assistance has been allocated to the improvement project from the 2010 Community Development Block Grant (CDBG) Disaster Recovery Program in the amount of \$935,000. This Block Grant requires a City's matching fund of \$1,275,000. Public hearing for grant funding was published on October 16, 2010 in the *Grand Island Daily Independent*. The public hearing was conducted on October 26, 2010 at City Council's regular meeting, and Council approved Resolution 2010-292 authorizing the application for the Economic Development Grant from the Nebraska Department of Economic Development. Additionally, \$575,000 in Local Area Economic Development LB 840 funds has been allocated to the project.

On November 23, 2010, Water Main District 458T and Sanitary Sewer District 527T were created to allow construction of this project. These are tap districts, which provide for costs to be assessed against the property by the Council sitting as the Board of Equalization, and paid for at the time utility services are requested by the property owner.

Discussion

On March 5, 2012, the Utilities and Waste Water Divisions advertised for bids in the *Grand Island Daily Independent*. The contract specifications were sent to ten construction firms, five material suppliers/subcontractors, and six information service plan rooms. In order to more efficiently manage project costs, the water main and sanitary sewer districts construction contract was proposed to be awarded to a single bidder, based on the least total cost for the entire project (water main plus sanitary sewer).

On March 21, 2012, bids were received from the following three contractors.

<u>Bidder:</u>	<u>Diamond Engineering</u>	<u>General Excavation</u>	<u>Judds Brothers</u>
Exceptions:	None	None	None
Bid Prices			
Water Main	\$ 778,524.96	\$ 1,029,163.00	\$ 1,249,367.00
Sanitary Sewer	\$ 484,384.60	\$ 626,552.50	\$ 997,501.00
Total Bid	\$ 1,262,909.56	\$ 1,655,715.50	\$ 2,246,868.00

The Utilities Department, Waste Water Division of the Public Works Department and the Purchasing Division of the City Attorney's Office have reviewed the bids and all were compliant with the specifications. The bid of \$1,262,909.56 from Diamond Engineering Company is under the Engineer's Estimate of \$1,849,522.00, and recommended as the low compliant bid. There are sufficient funds budgeted in Water Fund 525 and Sanitary Sewer Fund 530 for this contract award.

The project will provide extended City water and sanitary sewer services to a currently undeveloped portion of the Platte Valley Industrial Park East in order to promote growth and development and expand recruitment potential in the area. For this project phase and use of requested block grant funds, the water and sewer extensions are identified as the highest priority for development, with drainage and paving to be phased in at a later date.

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

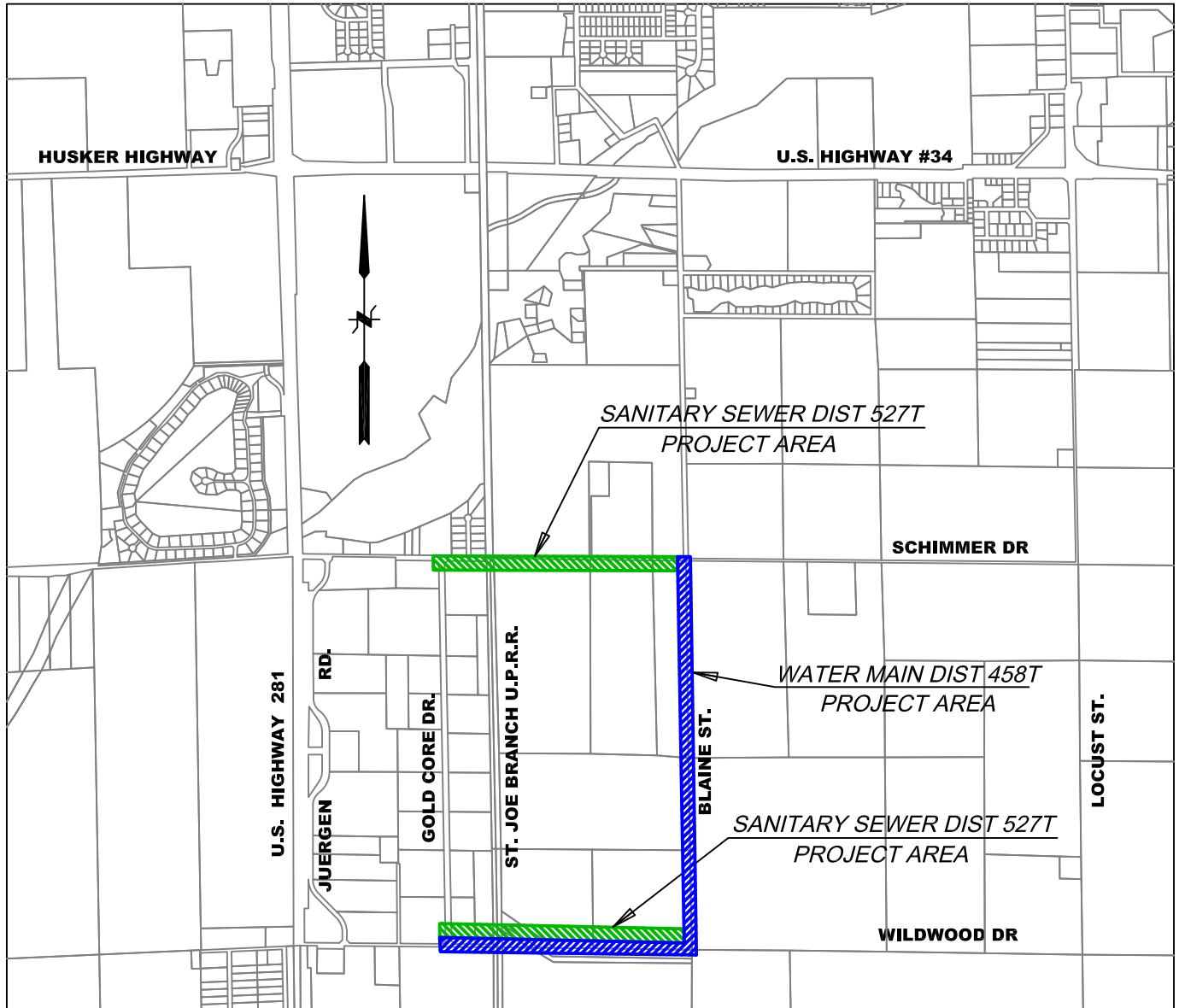
Recommendation

City Administration recommends that the Council approve the bid, and award the contract to The Diamond Engineering Company of Grand Island, Nebraska in the amount of \$1,262,909.56 for Platte Valley Industrial Park East; Water Main District 458T, and Sanitary Sewer District 527T.

Sample Motion

Move to approve the bid of The Diamond Engineering Company of Grand Island, Nebraska in the amount of \$1,262,909.56 for Platte Valley Industrial Park East; Water Main District 458T, and Sanitary Sewer District 527T.

LOCATION MAP



Purchasing Division of Legal Department
INTEROFFICE MEMORANDUM



Jason Eley, Purchasing Agent

*Working Together for a
Better Tomorrow, Today*

BID OPENING

BID OPENING DATE: March 21, 2012 at 2:00 p.m.

FOR: Water Main District 458T & Sanitary Sewer District 527T

DEPARTMENT: Public Works

ESTIMATE: \$754,522.00 – 458T (Wastewater)
\$1,095,000.00 – 527T (Utilities)

FUND/ACCOUNT: 53030055-85213-53042
525

PUBLICATION DATE: March 5, 2012

NO. POTENTIAL BIDDERS: 12

SUMMARY

Bidder:	<u>Diamond Engineering Co.</u> Grand Island, NE	<u>General Excavating</u> Lincoln, NE
Bid Security:	Universal Surety Company	Universal Surety Company
Exceptions:	None	None

Bid Price:		
Water Main:	\$778,524.96	\$1,029,163.00
Sanitary Sewer:	<u>\$484,384.60</u>	<u>\$ 626,552.50</u>
Total:	\$1,262,909.56	\$1,655,715.50

Bidder:	<u>Judds Brothers Construction Co.</u> Lincoln, NE
Bid Security:	International Fidelity Company
Exceptions:	None

Bid Price:	
Water Main:	\$1,249,367.00
Sanitary Sewer:	<u>\$ 997,501.00</u>
Total:	\$2,246,868.00

Jason Eley, Purchasing Agent
Mary Lou Brown, City Administrator
Catrina DeLosh, PW Admin. Assist.
Vicki Tylkowski, WWTP Clerk

Bob Smith, Assist. Utilities Director
Pat Gericke, Utilities Admin. Assist.
Roger Scott, Eng. Tech.

P1544

RESOLUTION 2012-87

WHEREAS, Advertisement to Bidders for Water Main District 458T, and Sanitary Sewer District 458T was published in the Grand Island Daily Independent on March 5, 2012; and

WHEREAS, the City of Grand Island invited sealed bids for Water Main District 458T, and Sanitary Sewer District 458T according to plans and specifications on file with the City Clerk; and

WHEREAS, on March 21, 2012, 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, such bid being in the amount of \$1,262,909.56; and

WHEREAS, the sum of the low bids for project is below the estimate of such project; and

WHEREAS, such Bid is reasonable and acceptable.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the bid of \$1,262,909.56 of The Diamond Engineering Company of Grand Island, Nebraska, is hereby approved as the lowest responsible bid.

BE IT FURTHER RESOLVED, that the Mayor is hereby authorized and directed to execute a contract 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, April 10, 2012.

Jay Vavricek, Mayor

Attest:

RaNae Edwards, City Clerk

Approved as to Form
April 9, 2012

City Attorney