

City of Scottsbluff, Nebraska

Monday, May 4, 2015

Regular Meeting

Item Bids2

Council to consider rejecting a bid received for the Sanitary Sewer Main & Siphon Project due to funding resources and limited bid proposals.

Staff Contact: Mark Bohl, Public Works Director

Agenda Statement

Item No.

For meeting of: May 4, 2015

AGENDA TITLE: Council to consider rejecting a bid received for the Sanitary Sewer Main & Siphon Project due to funding resources and limited bid proposals.

SUBMITTED BY DEPARTMENT/ORGANIZATION: Public Works Department

PRESENTATION BY: Rick Kuckkahn, City Manager

SUMMARY EXPLANATION: One bid was received for the Sanitary Sewer Main and Siphon Project from Paul Reed Construction in the amount of \$179,175.53. The engineer's estimate for this project is \$64,050.00. The bid proposal exceeds the amount budgeted for this project.

M.C. Schaff & Associates have provided a Letter of Recommendation to reject the bid based upon funding resources and limited bid proposals. They contacted two other contractors that were on the plan holders list and found due to existing contract obligations they didn't submit a bid. Rebidding the project in late summer may provide additional bidders.

BOARD/COMMISSION RECOMMENDATION:

STAFF RECOMMENDATION: Staff recommends that Council reject the bid from Paul Reed Construction due to lack of funding and limited bid proposals and authorize rebidding the project in late summer.

EXHIBITS

Resolution ☐ Ordinance ☐ Contract ☐ Minutes ☐ Plan/Map ☐

Other (specify) ☒ Bid Tabulation & Letter of Recommendation

NOTIFICATION LIST: Yes ☐ No ☐ Further Instructions ☐

APPROVAL FOR SUBMITTAL: _____
City Manager

Rev 3/1/99CClerk

City of Scottsbluff
Attn: Lynn Garton
2525 Circle Drive
Scottsbluff, NE 69361

April 30, 2015

RE: Sanitary Sewer Siphon Project
Bid Tabulation

Honorable Mayor and City Council:

A bid opening was held on April 30th, 2015 for the above referenced project at the Scottsbluff City Hall.

One contractor submitted a bid on the project:

Bidder	Total Base Bid
Paul Reed Construction & Supply, Gering, NE	\$179,175.53

The Engineer's Estimate for the project was \$64,050.00. A detailed bid tabulation is attached to this letter for your review.

Upon tabulation of the bid from Paul Reed Construction & Supply no errors were found.

The bidder provided a bid bond in the amount of 5% of the bid in accordance with bid proposal requirements.

There was one addendum issued prior to the bid opening.

Our firm contacted two of the other contractors on the plan holders list to find out if there were any issues with the design and why they didn't bid. All felt the project was reasonable. Unfortunately, the majority of the local contractors were unable to provide a bid proposal for the project due to existing contract obligations. All contractors were willing to re-evaluate the project if the completion date would be next winter.

Based the current funding resources available and limited bid proposals received we recommend that the City reject the bid proposal from Paul Reed Construction. We recommend that the project be rebid in the late summer or fall of 2015 when additional prospective bidders can be secured for the project.

Respectfully,
FOR THE FIRM OF
M.C. SCHAFF & ASSOCIATES, INC.



Michael Olsen
Engineering Intern