

CITY OF RAPID CITY

RAPID CITY, SOUTH DAKOTA 57701-2724

PUBLIC WORKS DEPARTMENT

300 Sixth Street

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MEMORANDUM

TO: Public Works Committee

FROM: Dirk Jablonski, Public Works Director

CC; Jim Preston, Finance Officer

Curt Huus, enVision Design

Joe Jagodzinski, Project Manager

DATE: August 23, 2006

RE: Downtown Area Improvement Project, Phase 1A

1st Street to 2nd Street Sanitary Sewer

The award of the contract for this project was continued at the August 21, 2006 Council meeting based on staff recommendation. The recommendation to continue was made because the lower of the two bids submitted was \$127,164.00 and the engineer's estimate was at \$79,685.40. The low bid was \$47,478.60 over the estimate. Continuing the award allowed staff time to review the bids.

It is recommended that the bids be rejected for the following reasons:

- 1. Material prices have fluctuated up to 300% in some cases. It is anticipated that material costs may lower as the construction activity slows later in the year.
- 2. Contractors are busy this time of year and may not have submitted a capable bid. More favorable bids may be submitted if the project is re-let.
- 3. Although the sewer to be replaced is in poor condition it can be kept in service with some additional maintenance.

4. Phase 1 of the Downtown Improvement Project is expected to be let later this year. This project could be incorporated into that project. It is hoped this would bring costs down by expanding the project.

Summary: It is recommended that the bids be rejected and that the project be incorporated into the Phase 1 Downtown Improvement Project.

BID SUMMARY AUGUST 21, 2006

1)	ntown Area Improvements Project, Phase 1A 1st to 2nd Street Alley Sanitary er Improvements Project No. ST04-1170 / CIP No. 50627 (opened August 15,		
	2006) Advertising Authority: Engineer's Estimate:	\$80,000.00 \$79,685.40	
	 * Mainline Contracting, Inc * Hills Materials Company 	\$127,164.00 \$146,811.24	
2)	Neighborhood Mill & Overlay Projects - Various Locations Project No. ST06- 7/ CIP No. 50636 (opened August 15, 2006)		
	Advertising Authority: Engineer's Estimate:	\$300,000.00 \$342,976.50	
	 * Simon Contractors of SD, Inc. * Hills Materials Company 	\$214,471.50 \$234,838.50	
3)	Tennis Courts and Play Courts Surfacing Project No. PR06-1584 / CI 50656 (opened August 15, 2006)	is Courts and Play Courts Surfacing Project No. PR06-1584 / CIP No. 50538 & 6 (opened August 15, 2006)	
	Advertising Authority: Engineer's Estimate:	\$37,000.00 \$44,052.00	
	 * Janco Athletic Surfacing * Recreational Surfacers, Inc. 	\$36,568.00 \$53,984.60	
4)	alley Park Irrigation System and Sidewalk Reconstruction Project No. PR06-1588 / IP No. 50042 (opened August 15, 2006)		
	Advertising Authority:	\$75,000.00	
	Engineer's Estimate:	\$84,885.75	
	1. * Sprinkler Guys, Inc.	\$74,897.29	
	2. * Carefree Lawn, Inc.	\$78,915.87	
	3. * Simon Contractors of SD, Inc.4. * Shamrock Enterprises, Inc.	\$84,131.50 \$77,798.17	
5)	Metering and Backflow Prevention of City Facilities Project No. W06-1589 / CIP No. 50304 (opened August 15, 2006)		
	Advertising Authority:	\$25,000.00	
	Engineer's Estimate:	\$20,250.00	
	1. * Action Mechanical	\$15,220.00	
	2. * Sprinkler Guys, Inc.	\$16,814.47	
	3. * Carefree Lawn, Inc.	\$18,988.18	
	4. * Shamrock Enterprises, Inc.	\$14,980.00	

^{*} Bid Bond Submittal