TO: Mayor and City Council

FROM: City Administrator Ron Johnson

**SUBJECT:** Award 318<sup>th</sup> Street Improvement Project

DATE: May 30, 2014

## **BACKGROUND**

Council earlier called for proposals to complete the construction/paving of 318<sup>th</sup> Street. Assessment agreements with affected properties were also approved. Bids were opened on May 29 with six bids being submitted ranging from approximately \$118,000 to \$168,000 (SEH bid tabulation letter). The engineer's construction estimate was \$154,000.

## STAFF RECOMMENDATION

Accept the lowest responsible bid for \$118,000.05 from Hardrives, Inc. and authorize execution of agreements for the 318<sup>th</sup> Street Improvement Project.

## **REQUESTED COUNCIL ACTION**

Motion to approve the bid from Hardrives, Inc. for \$118,000.05 for construction/paving of 318<sup>th</sup> Street and authorize execution of related agreement(s).

Attachment(s): SEH bid tabulation letter



Building a Better World for All of Us®

May 29, 2014

RE: City of Cannon Falls 318th Street Paving SEH No. CANNO 127981

Ron Johnson City of Cannon Falls 918 River Road Cannon Falls, MN 55009-1447

On Thursday, May 29, 2014 at 10:00 a.m., six (6) bids were received for the above-referenced project. The bids ranged from a high of \$168,346.00 to a low of \$118,000.05. The low bid was submitted by Hardrives, Inc.

	Contractor	Total Bid	
1	Hardrives, Inc.	\$118,000.05	**
2	Rochester Sand & Gravel	\$132,280.20	**
3	Bituminous Materials, LLC.	\$138,504.00	
4	Aslakson's Blacktopping Services, Inc.	\$141,296.70	
5	McNamara Contracting	\$152,108.70	
6	Northwest Asphalt Inc.	\$168,346.00	
Engineer's Estimate		\$154,471.50	

<sup>\*\*</sup> Denotes corrected figure

The low bid received was submitted by Hardrives, Inc., of Rogers, MN in the amount of \$118,000.05.

In reliance on our experience with Hardrives, Inc. we have determined that they have a sufficient understanding of the project and equipment to perform the construction for which it bid. SEH makes no representation or warranty as to the actual financial viability of the contractor or its ability to complete its work.

Accordingly, we recommend the project be awarded to Hardrives, Inc. in the amount of \$118,000.05, which compares favorably with the engineer's estimate shown above.

Sincerely,

Greg F. Anderson, PE

City Engineer

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