

May 10, 2018

Re: Cannon Falls, MN

2018 Street Improvements SEH No. CANNO 145390

Honorable Mayor and City Council City of Cannon Falls 918 River Road Cannon Falls, MN 55009

On Wednesday, May 9, 2018, at 10:00 a.m., three (3) bids were received for the referenced project. A summary is shown below in order of Base Bid and Base Bid plus Alternates.

	Contractor	Total Base Bid	Alternate 1	Alternate 2	Alternate 3	Alternate 4
1	Wencl Construction inc.	\$3,025,606.85	\$14,174.60	\$120,397.50	\$308,692.00	\$258,440.00
2	S.M. Hentges & Sons, Inc.	\$3,348,408.78	\$11,649.36	\$84,561.71	\$207,606.03	\$164,606.05
3	Geislinger & Sons, Inc.	\$3,506,217.00	\$14,672.00	\$64,929.00	\$272,642.00	\$246,998.00
Engineer's Estimate		\$3,049,483.50	\$23,800.00	\$61,412.50	\$242,485.00	\$210,925.00

Based on the Base Bid and Base Bid plus Alternate(s), the low bid received was submitted by Wencl Construction Inc., of Owatonna, MN.

In reliance on our experience with Wencl Construction inc. and/or materials and information provided by the contractor, we have determined that according to their bonding agent they presently have the financial ability to complete the project bid. SEH makes no representation or warranty as to the actual financial viability of the contractor or its ability to complete its work.

Alternate 1 is the mill and overlay of Stoughton Street between Grove and Almond. Alternate 2 is the repair to approximately the easterly 400 feet of Limestone Road. Alternates 3 & 4 relate to the water main pipe material. Alternate 3 is using DIP for the water main, while Alternate 4 is using PVC water main pipe. The council will need to award either Alternate 3 or 4 with the base bid. The City has used DIP for water main material for over 20 years with the exception of the Eastside 1 project in 2013 where PVC was used. The Eastside 1 project was Water Street and the streets north and east of Water Street.

Should the Council decide to move ahead with the project, we recommend the project be awarded to Wencl Construction, Inc. in the amount of \$3,025,606.85 along with either Alternate 3 or Alternate 4. The Council can award Alternates 1 and/or 2 at their discretion.

I will attend the May 15th council meeting to answer any questions the council may have.

Sincerely,

Greg Anderson, PE City Engineer

ah

s:\ae\c\canno\145390\6-bid-const\bidding docs\rec awrd ltr.docx

## CITY OF CANNON FALLS GOODHUE COUNTY, MINNESOTA

## **RESOLUTION NUMBER 2352**

## A RESOLUTION FOR ACCEPTING BIDS FOR 2018 STREET IMPROVEMENTS

WHEREAS, pursuant to an advertisement for bids for the 2018 Street Improvements, the improvement of Minnesota Street East between the center line of 2nd Street North and its east terminus; 1st Street North between the center line of Minnesota Street East and its north terminus; Cedar Street North between the center line of Minnesota Street East and its south terminus; Oak Street North between the center line of State Street East and its north terminus; Vine Street North between the center line of Minnesota Street East and the center line of State Street East; Grove Street North between the center line of Minnesota Street East and its east terminus; Almond Street East between the center line of Water Street East and the center line of State Street East; and Mill Street East between the center line of Oak Street East and its east terminus, bids were received, opened, and tabulated according to the law, and the following bids were received complying with the advertisement:

	Contractor	Total Base Bid	Alternate 1	Alternate 2	Alternate 3	Alternate 4
1	Wencl Construction Inc.	\$3,025,606.85	\$14,174.60	\$120,397.50	\$308,692.00	\$258,440.00
2	S.M. Hentges & Sons, Inc.	\$3,348,408.78	\$11,649.36	\$84,561.71	\$207,606.03	\$164,606.05
3	Geislinger & Sons, Inc.	\$3,506,217.00	\$14,672.00	\$64,929.00	\$272,642.00	\$246,998.00
Engineer's Estimate		\$3,049,483.50	\$23,800.00	\$61,412.50	\$242,485.00	\$210,925.00

**AND WHEREAS,** it appears that Wencl Construction Inc. of Owatonna, Minnesota is the lowest responsible bidder,

**NOW THEREFORE,** BE IT RESOLVED BY THE CITY COUNCIL OF CANNON FALLS, MINNESOTA.

- The mayor and clerk are hereby authorized and directed to enter into a contract with Wencl Construction Inc. of Owatonna, Minnesota in the name of the City of Cannon Falls for the improvement of 2018 Street Improvements, according to the plans and specifications therefor approved by the City Council and on file in the office of the city clerk.
- 2. The city clerk is hereby authorized and directed to return forthwith to all bidders the deposits made with their bids, except that the deposits of the successful bidder and the next lowest bidder shall be retained until a contract has been signed.

CITY OF CANNON FALLS

ADOPTED by the City Council of Cannon Falls this 15<sup>th</sup> day of May, 2018.

		Lyman M. Robinson Mayor	
ATTEST: _	Lanell Endres		
	Interim City Administrator		