



DATE: June 10, 2019

TO: Honorable Mayor and City Councilmembers
David Perrault, City Administrator

FROM: Sue Polka, Interim Public Works Director/City Engineer

SUBJECT: Colleen Avenue Drainage Improvements - Contract Award

Budgeted Amount:	Actual Amount:	Funding Sources:
N/A	\$292,389.00	Surface Water Fund

Council Should Consider

The City Council is requested to adopt Resolution #2019-020 Awarding the Colleen Avenue Drainage Improvements contract to Pember Companies, Inc. in the amount of \$250,247.00.

Discussion

On June 25, 2018, the City Council approved a professional services agreement with Bolton & Menk for the design of the Colleen Avenue Drainage Improvements. Plans and specifications were completed and bids were opened on Wednesday, June 4, 2019.

There were a total of six bids received. The following table lists the bidders name and their total bid:

<u>Bidder</u>	<u>Total Bid</u>
Pember Companies, Inc.	\$250,247.00
G.F. Jedlicki, Inc.	\$254,978.00
Asphalt Surface Technologies Corp.	\$299,463.25
Bituminous Roadways, Inc.	\$367,877.54
New Look Contracting, Inc.	\$444,078.15
Meyer Contracting, Inc.	\$446,393.92

All bids are higher than the Engineer’s estimate which is \$185,000.00. In general, asphalt and pipe items were higher than estimated which has been a trend this year.

Pember Companies, Inc. completed the Lift Station #11 Improvements project for the City and has completed similar projects successfully in the metro area. Attached is a letter (Attachment A) from Bolton & Menk recommending award to Pember as the lowest responsible/responsive bidder. Attached is Resolution #2019-020 awarding the Colleen Avenue Drainage Improvements to Pember Companies in the amount of \$250,247.00. Staff recommends adoption of Resolution 2019-020.

Budget Impact

Nothing has been budgeted for this item in the Surface Water Management Fund. The \$292,389 includes this contract and the design engineering contract of \$42,142. There will be another contract needed for construction phase engineering.

The fund had a negative cash balance at the end of 2018 and if this project is to move forward, the fund will continue to have a negative cash balance for at least the next 5 years based on current projections. Council may want to consider deferring the Karth Lake retaining wall project and any storm pond maintenance items that aren't critical. The Council might also want to consider using funds from the PIR Fund to pay for some or all of the costs for this project. This option may have an impact on future PMP projects.

	ACTUAL	BUDGET				
	2018	2019	2020	2021	2022	2023
Jan 1 Cash Balance	412,478.29	(26,267.55)	(204,164.55)	(318,814.55)	(190,044.55)	(218,244.55)
Operating Revenues	845,614.91	863,570.00	872,070.00	880,870.00	889,750.00	898,720.00
Operating Expenses	(499,049.22)	(605,960.00)	(624,140.00)	(642,860.00)	(662,150.00)	(682,020.00)
Depreciation add back	108,166.58	108,170.00	111,420.00	114,760.00	118,200.00	121,750.00
Transfers Out	(74,000.00)	(74,000.00)	(74,000.00)	(74,000.00)	(74,000.00)	(74,000.00)
Accruals	(3,326.13)	-	-	-	-	-
Capital Outlay						
Trail project	(398,706.84)	-	-	-	-	-
Karth Lake retaining wall	-	(100,000.00)	-	-	-	-
Storm Pond maintenance	-	(100,000.00)	(100,000.00)	(150,000.00)	(100,000.00)	(100,000.00)
PMP	(394,733.14)	-	(300,000.00)	-	(200,000.00)	-
Colleen Avenue	(22,712.00)	(269,677.00)	-	-	-	-
Dec 31 Cash Balance	<u>(26,267.55)</u>	<u>(204,164.55)</u>	<u>(318,814.55)</u>	<u>(190,044.55)</u>	<u>(218,244.55)</u>	<u>(53,794.55)</u>

Attachments

Attachment A: Bolton & Menk Letter

Attachment B: Resolution 2019-020 Awarding the Contract

Attachment C: Agreement Between Owner and Contractor for Construction Contract