



DATE: April 12, 2021
TO: Honorable Mayor and City Councilmembers
David Perrault, City Administrator
FROM: David Swearingen, Interim Public Works Director
SUBJECT: Karth Lake Runoff Control Project - Contract Award

Budgeted Amount:	Actual Amount:	Funding Sources:
\$180,000	\$153,598.50	Surface Water Fund (50%) RCWD Grant (50%)

Council Should Consider

Motions to approve, table, or deny the following:

- Resolution 2021-018 Accepting Bid and Awarding the Karth Lake Runoff Control Project contract to Pember Companies, Inc. in the amount of \$125,273.50.

All items need a simple majority for action unless otherwise noted.

Discussion

On March 23, 2020, the City Council approved a grant agreement with the Rice Creek Watershed District for the Karth Lake Runoff Control project. The purpose of this project is to address excessive erosion near the south end of Karth Lake caused by runoff from adjacent land uses. Urban runoff is currently being directed down a steep slope to a city trail along the southern boundary of Cummings Park. The grant agreement provides 50% funding from RCWD for the project, up to a maximum amount of \$90,000.

On April 27, 2020, the City Council approved a Professional Services Agreement with Ulteig Engineering to complete project design, project manual, easement documents and construction administration of the Karth Lake Runoff Control Project. On February 22, 2021 Council adopted Resolution 2021-010 approving plans and specifications, bids were then ordered and opened on Wednesday, March 31, 2021.

There was a total of four bids received. Attachment C shows the complete bid tabulation, the following table lists the bidders name and their total bid:

<u>Bidder</u>	<u>Total Bid</u>
Pember Companies, Inc.	\$125,273.50
Lametti & Sons, Inc.	\$135,960.00
Vinco Inc.	\$163,450.00
Northdale Construction Co.	\$227,086.50

The low bid was very similar to the Engineer’s estimate of \$125,620.00.

Pember Companies, Inc. completed the Colleen Avenue Drainage Project in 2019, Lift Station #11 Improvements project for the City, recommended contractor for the Hamline Avenue Crosswalks and Shorewood Drive Drainage Improvements this year, and has completed similar projects successfully in the metro area. Attached is a letter (Attachment A) from Ulteig recommending award to Pember as the lowest responsible/responsive bidder. Attachment B is Resolution 2021-018 awarding the Karth Lake Runoff Control Project to Pember Companies in the amount of \$125,273.50. Staff recommends adoption of Resolution 2021-018.

Budget Impact

A summary of the estimated project costs and funding sources is provided below, and includes funding from a grant agreement with RCWD for the proposed stormwater management improvements.

Total Project Costs

Construction Cost	\$ 125,273.50
Engineering Services	\$ 19,834.00 (Includes Construction Admin.)
Materials Testing	\$ 7,600.00
Misc. (Legal, Ads)	\$ 891.00
TOTAL	\$ 153,598.50

Total Estimated Funding

RCWD (50% match)	\$ 76,799.25
Surface Water Mgmt Fund	\$ 76,799.25
TOTAL	\$ 153,598.50

The amounts listed above are estimates based on the current opinion of probable construction costs. Final total expenses and funding amounts will be revised and presented to the City Council upon receipt of construction bids.

Attachments

Attachment A: Ulteig Letter of Recommendation

Attachment B: Resolution 2021-018 Awarding the Contract

Attachment C: Bid Tabulation

Attachment D: Agreement Between Owner and Contractor for Construction Contract