

AWARD RECOMMENDATION

TO: STEVE GIESBRECHT, BOROUGH MANAGER
FROM: KARL HAGERMAN, PUBLIC WORKS DIRECTOR 
SUBJECT: KISENO STREET SEWER – AWARD RECOMMENDATION
DATE: 8/19/2019
CC: DEBBIE THOMPSON, BOROUGH CLERK
PROJECT FILE

The Wastewater department publicly solicited bids for the Kisenno Street Sewer Replacement project from May 2 – June 5, 2019. The project is for the replacement, regrading and relocating of the Kisenno Street sewer main and installation of new manholes. The current main is not properly graded and is failing in some areas.

Two bids were received for the work, both from local companies. Below is the bid summary, including the Engineer's estimate provided by Harai and Associates.

<u>Bidder</u>	<u>Bid amount</u>
Reid Brothers	\$219,211.00
Rock N Road	\$279,855.00
Engineer's Estimate	\$313,475.00

The apparent low bidder is Reid Brothers Construction and after review of all bid documentation, the wastewater department and Engineer found that all paperwork is in order and affirm that Reid Brothers is the lowest, responsive and responsible bidder.

The award comes some time after the bid opening due to the need to fully fund the project. The initial loan received from ADEC for the work was in the amount of \$160,000, which was not enough to fully fund the work. Subsequently, the Assembly has been considering a supplemental budget ordinance to allow the wastewater department to contribute an additional \$124,000 to this project from its reserves. The additional funds, if approved in the third reading of the supplemental budget ordinance, will allow award of the work. Reid Brothers agreed to honor their bid for 90 days following the bid opening in order for this process to be finalized.

The total budget, including loan funds and supplemental additions, will be \$284,000, which will fund the construction and engineering of the project, as well as project inspection services, as-built completion, project closeout services and a small contingency for unanticipated issues during the project.

Contingent upon passage of Ordinance #2019-06 (supplemental budget ordinance) in its third and final reading, **I recommend that the Assembly award the Kisenno Street Sewer Replacement project to Reid Brother's Construction of Petersburg for an amount not to exceed \$219,211.00.**

Thank you for your consideration.