

City Council Agenda Memo

From: Jackie Lanning, City Engineer

Council Meeting: April 8, 2020

Subject: Awarding Bids on Airport Hangar Taxilane Reconstruction, AIP #3-46-0005-032-2020

Person(s) Responsible: Jackie Lanning, City Engineer and Matt Sommerfeld, Airport Manager

Summary:

Approval of the resolution will make tentative award of the Airport Hangar Taxilane Reconstruction Project No. AIP #3-46-0005-032-2020 to Bowes Construction, Inc. for the low bid price of \$242,433.00, contingent upon receipt and approval of a Good Faith DBE Effort and receipt of an FAA Grant Offer. The City Manager is authorized to sign the FAA Grant Offer, Grant Agreement, and all other related documents for necessary paperwork for the Contract Documents.

Background:

This project was designed by Helms and Associates and involves the reconstruction of an airport taxilane located between the City Aircraft Rescue & Fire Fighting (ARFF) building and the SDSU/Pheasant Fury building as shown on the attached map. The project work includes grading, aggregate base course, storm sewer, asphalt paving, and lighting.

The City held a bid letting on Tuesday, March 17, 2020, and the City received the following bids:

Bowes Construction, Inc.	\$242,433.00
DeBoer Construction, Inc.	\$269,948.50

The bids were very competitive for this project. The bid from Bowes Construction, Inc. is approximately 17% lower than the Helms and Associates Engineer's Estimate of \$293,102.50.

Item Details:

The City anticipates receiving a grant for the project, which will be funded by 90% federal funds, 5% state funds, and 5% City funds. The taxilane will be able to service future hangars with the benefit of utilizing grant funds for the construction costs. The final project cost may be lower than the grant. If the final cost is higher than the budgeted amount, funds from the CIP will assist in covering the City's share.

Legal Consideration:

None.

Strategic Plan Consideration:

The reconstruction of the taxi lane will open up an area for hangar construction allowing for revenue opportunities to assist in the goal of financial self-sufficiency for the airport.

Options and Recommendation:

The City Council has the following options:

1. Approve as presented
2. Deny
3. Do nothing

Staff recommends approval of the resolution as presented.

Supporting Documentation:

1. Resolution
2. Map