City Council Agenda Memo

From:	Jackie Lanning, City Engineer
Council Meeting:	February 23, 2021
Subject:	2021-07STI, Freight on Board Asphalt Material Bid Award
Person(s) Responsible:	Jackie Lanning, City Engineer

Summary:

This resolution will approve awarding the 2021-07STI Freight on Board Asphalt Material to Bowes Construction, Inc. for the low bid of \$74,337.50.

Background:

This project is the annual street maintenance project that provides the asphalt patching material the Street Department picks up at the plant to repair asphalt pavement throughout the City. The Street Department staff also uses the materials to overlay small street areas which are usually one block long or shorter.

A bid letting was held on Tuesday, February 16, 2021 and the City received the following bid:

Bowes Construction Co., Inc. \$74,337.50

The total low bid is approximately 15% lower than the engineer's estimate of \$87,800.00, which was due to lower oil prices than anticipated.

Item Details:

This project consists of asphalt material street department staff picks up at the asphalt plant and is used for patching City streets. The bid is an estimate of the tons of material that may be used by the City; however, the City budget for the asphalt material is \$70,000. Since the asphalt material is paid for by the ton of mix, City staff will adjust how much material they pick up to stay within the budgeted amount.

Legal Consideration:

None.

Strategic Plan Consideration:

The asphalt material is used for patching along curb and gutter, sidewalk ramps, pot holes, and larger asphalt repairs. These asphalt repairs increase the integrity of the street pavement in terms of drainage and structural soundness. By increasing the lifespan of streets through the patching and sealing process, the City is staying on course for sustainable maintenance of the asphalt street network.

Financial Consideration:

The City will enter into a contract with Bowes Construction, Inc. for the low bid of \$74,337.50.

Options and Recommendation:

The City Council has the following options:

- 1. Approve as presented
- 2. Amend
- 3. Deny
- 4. Move the item to a work session
- 5. Do nothing

Staff recommends approval of the resolution as presented.

Supporting Documentation:

Resolution