



**Meeting Date:** August 1, 2016

**Consent Docket Item:** 4-f

**Report No.:** CC-16-93

**Department:** Transportation & Stormwater Services

**Subject:** Pavement Rehabilitation Bid Award – Overlay of Country Club Road and Mill and Overlay of Sangre Road (16TR01-E)

**Budget Impact:** \$1,530,870 was set aside in the FY16 budget (project number 16TR01) for this project. \$2.8 million from FY16 pavement management was included in the recommended carry forwards, sufficient to include this encumbrance request of \$1,006,345.

**Prior Council Action or Part of an Approved Project:** Yes

**Related Items:** [2016 PMS Recommendations CC-15-125](#) [CC-15-126 Attachment](#)

**Alternatives:**

1. Award the bid to Haskell Lemon Construction Co. for pavement rehabilitation and authorize staff to execute the construction contract.
2. Do not award the bid to Haskell Lemon Construction Co. for pavement rehabilitation.

Contractor Name	Bid Amount
Haskell Lemon Construction Co.	<b>\$914,858.95</b>
<i>Engineers Estimate</i>	<i>\$765,310.00</i>

**Recommendation:** The Transportation and Stormwater Services Department recommends that the Council award the bid to the sole bidder, Haskell Lemon Construction Co., at a unit cost contract price of \$914,858.95, approve expenditures of up to \$1,006,345 (includes a 10% contingency), and authorize staff to execute the construction contract for the Country Club Road and Sangre Road Pavement Rehabilitation Project.

**Prepared by:** Michael Stephenson, Engineering Technician III

**Reviewed by:** Sharla Lovern, Interim Transportation and Stormwater Services Director

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**Background Information:** This project includes an asphalt overlay of Country Club Road from 19<sup>th</sup> Avenue to 6<sup>th</sup> Avenue and a mill and asphalt overlay of Sangre Road from 19<sup>th</sup> Avenue to 6<sup>th</sup> Avenue. Bids were solicited as required by State law and City of Stillwater purchasing procedures. Haskell Lemon

Construction was the sole bidder, and the only attendee at the pre-bid meeting. After the pre-bid meeting, staff contacted several other contractors that normally bid on these types of projects to encourage them to bid. All indicated that they had too many other projects underway and were unable to fit this one into the schedule. The higher cost compared to engineer's estimate is not unexpected due to the following reasons: (1) stormwater pay items in addition to pavement pay items; (2) Haskell Lemon has not bid on Stillwater projects in recent history; and (3) mobilization and transportation costs from Oklahoma City. If the project were to be rebid, there is no assurance that additional bids would be received or that the bids would be lower.