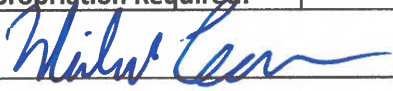




CITY COUNCIL AGENDA ACTION FORM

AGENDA DATE:	08/09/2022		
AGENDA SUBJECT:	Discussion, consideration, and possible action on award of the Valley View Street Improvements Project.		
PREPARED BY:	City Administrator Michael Leamons	DATE SUBMITTED:	08/02/2022
EXHIBITS:	Bid Tab and eHT Recommendation of Award		
BUDGETARY IMPACT:	Required Expenditure:	\$539,981.68	
	Amount Budgeted:	\$774,000.00	
	Appropriation Required:	\$00.00	
CITY ADMINISTRATOR APPROVAL:			
SUMMARY The City received 4 bids for the construction phase of the Valley View Street Improvements Project. The low base bid was \$464,919.63 and the combined low bid for the base bid and the alternate was \$539,981.68. The add alternate is for the curb work on Vista Ridge that Mr. Porter has spoken to the Council about. In the October 2019 CIP, an estimated cost of \$314,000.00 was assigned to this project. When preparing the FY 2021-22 Budget, Chris Hay, P.E. recommended we bump that estimate up by \$60,000, to \$374,000 for the construction phase of the project. A total of \$413,000 was included in the FY 2021-22 Budget for engineering (\$39,000) and construction (\$374,000). As you can see, the base bid exceeded our construction budget by about \$90,000 or 24%. As has been discussed previously, the cost of all forms of municipal construction have been escalating due to current economic conditions. Due to how late in the year the Valley View Project is being awarded, it is expected some of the construction costs will fall in FY 2021-22 and some in FY 2022-23. \$400,000 is included in the FY 2022-23 budget for this project. Engineer Hay will be checking with the contractor to see how much of the project the contractor expects to complete by September 30, 2022. Depending on what he discovers, it is possible the amount budgeted for FY 2022-23 may have to be increased. Hay will provide the City with the contractor's estimate prior to the August 23rd Meeting when the Council is expected to adopt the FY 2022-23 Budget. A couple of deductive change orders are being explored which would reduce the cost of this project. Hay recommends the project be awarded to Talbran Enterprises, LLC and the change orders be processed later.			
RECOMMENDED ACTION Award the Valley View Street Improvement Project to Talbran Enterprises, LLC for \$539,981.68.			