



TO: Matt Wegwerth, City Engineer & Public Works Director
City of Grand Rapids, Minnesota

FROM: Lindsay Reidt, PE

DATE: May 6, 2025

RE: Construction Contract Award Recommendation – 2025 Taxiway A (South)
Reconstruction – Phase 1
SEH No. GRAIT 179827

PROJECT SCOPE:

The 2025 Taxiway A (South) Reconstruction – Phase 1 project for the Grand Rapids-Itasca County Airport includes reconstruction of Taxiway A between Taxiway A3 and A4. The existing taxiway pavement will be removed by reclamation, graded in place as base material, then new pavement will be installed. The taxiway width will be reduced from 50' to 35' wide to meet current FAA design standards. New LED taxiway edge lights will also be installed with this project.

BID RESULTS – 2025 Taxiway A (South) Reconstruction – Phase 1:

At 2:00 p.m. on Tuesday, May 6 2025, three bids were received for the above-referenced project. The bids ranged from a low of \$942,143 to a high of \$1,080,000. The engineer's estimate was \$1,513,100. The low bid received was submitted by KGM Contractors, Inc, of Angora, MN in the amount of \$942,143.

Contractor	Total Bid
KGM Contractors, Inc.	\$ 942,143.00
TNT Construction Group, LLC	\$ 1,038,800.00
Casper Construction, Inc.	\$ 1,080,000.00

SEH RECOMMENDATION:

Based on the outcome of the bids and the company reputation, it is our recommendation that the City of Grand Rapids award the 2025 Taxiway A (South) Reconstruction – Phase 1 project to KGM Contractors, Inc., contingent on reception of the FAA and MnDOT Aeronautics grant.

In reliance on our experience with KGM Contractors, Inc. and/or materials and information provided by the contractor, we have determined that 1) they have a sufficient understanding of the project and equipment to perform the construction for which it bid; and 2) according to their bonding agent they presently have the financial ability to complete the project bid. SEH makes no representation or warranty as to the actual financial viability of the contractor or its ability to complete its work.

PROJECT COST SUMMARY:

The following table summarizes the costs of the components for this year's federal AIP discretionary and state grant:

Description	Project Costs	FAA	State	Local
Construction Administration (SEH)	\$ 263,100.00	\$ 249,945.00	\$ 6,577.50	\$ 6,577.50
Taxiway A(South) Recon - Phase 1 (KGM Contractors, Inc.)	\$ 942,143.00	\$ 895,035.85	\$ 23,553.58	\$ 23,553.58
Independent Fee Estiamte (Becher Hoppe)	\$ 4,050.00	\$ 3,847.50	\$ 101.25	\$ 101.25
Administration (City of Grand Rapids)	\$ 5,000.00	\$ 4,750.00	\$ 125.00	\$ 125.00
Total (Adjusted)	\$1,214,293.00	\$1,153,578.35	\$ 30,357.33	\$ 30,357.33

The total project cost is \$1,214,293.00. The eligible portions of the project are anticipated to be funded by a 95% FAA grant, 2.5% MnDOT grant, and a 2.5% local match.

Since the final FAA and MnDOT eligibility determination is made once the grant application is submitted, there may be some changes in the final local share.