

# VILLAGE OF HOMEWOOD



**BOARD AGENDA MEMORANDUM**

**DATE OF MEETING: June 27, 2023**

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**To:** Village President and Board of Trustees

**Through:** Napoleon Haney, Village Manager

**From:** John Schaefer, Director of Public Works

**Topic:** Bid Award/Budget Amendment - Fire Department Front Apron Replacement Project

## **PURPOSE**

Consider a motion awarding the Fire Department Front Apron Replacement Project to Strada Construction Co. of Addison, IL. The project will consist of removing and replacing the entire east side front concrete apron, as well as the concrete curb and sidewalk along Dixie Highway at this location. A budget amendment request will also need to be considered to allocate American Rescue Plan Act (APRA) funds to cover the cost of the front apron replacement project.

## **PROCESS**

The Public Works Engineering Division completed detailed bid documents, which included plans and specifications. After proper advertising, three (3) bids were opened and read aloud at Public Works on June 16, 2023. The results are shown for the three (3) bidders on the attached bid tabulation.

## **OUTCOME**

Of the three (3) bids received, opened and read aloud, Strada Construction Co. submitted the lowest bid in the amount of \$94,572. The total amount of ARPA funds allocated to this project were \$78,000. The lowest bid is higher than the allocated amount by \$16,572. Concrete prices over the last six months have seen a dramatic increase, which is the reason for the higher cost, and something we have no control over.

Staff is recommending to reallocating funds from other ARPA funded projects to cover the \$16,572 difference between the lowest bid received and the original allocated amount for the apron replacement. Of that difference, \$6,450 can be reallocated from the Fire Department's Second Set of Turnout Gear project as the final cost came under the original allocation by that amount. The remaining \$10,122 can be reallocated from either one or a combination of ARPA projects that can be completed at an amount less than originally estimated. The Fire Department front apron is in very poor condition and has been on the capital improvement list for a number of years.

Delaying this project until next year's budget/capital cycle was considered, but there was not a guarantee that concrete and construction material prices would be adjusted down by the next budget/capital cycle. In addition, the project is utilizing a "one-time" funding source (ARPA), and the \$16,572 gap can be filled using funding that should not impact other ARPA projects.

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Staff recommends the project be awarded to Strada Construction Co. for having the lowest bid. They are a regional firm with an established record of satisfactory performance on similar projects. Staff is confident that Strada is capable of completing the work in a manner consistent with the plans and specifications.

## **FINANCIAL IMPACT**

- **Funding Source:** ARPA Funding
- **Budgeted Amount:** \$0
- **ARPA Allocation:** \$78,000
- **Additional ARPA Allocation:** \$16,572
- **Cost:** \$94,572.00

## **LEGAL REVIEW**

Not Required

## **RECOMMENDED BOARD ACTION**

Staff recommends approving a budget amendment allocating \$94,572.00 of ARPA funds for this project, and award the Fire Department Front Apron Replacement Project to Strada Construction Co. of Addison, IL for a contract amount of \$94,572.00.

## **ATTACHMENT(S)**

Bid Tabulation