



CITY OF MARSHALL AGENDA ITEM REPORT

Presenter:	Jason Anderson
Meeting Date:	Tuesday, March 14, 2023
Category:	AWARD OF BIDS
Type:	ACTION
Subject:	Project ST-008 / SAP No. 139-121-004: Channel Parkway Pavement Replacement Project - 1) Consider Resolution Accepting Bid (Awarding Contract); 2) Consider Resolution Authorizing Execution of MnDOT Grant Agreement No. 1051694.
Background Information:	<p>This project consists of: 3" mill of existing bituminous pavement and replacement with 3" new bituminous pavement, spot replacement of curb and gutter, and ADA pedestrian ramps along Channel Parkway in Marshall, MN.</p> <p>At their meeting on 02/23/2021, the City Council adopted a "Resolution of Support for Channel Parkway LRIP Application, authorizing City staff to submit an LRIP grant application for the concrete resurfacing of Channel Parkway." On 09/07/2022, the City received authorization from MnDOT to advance the status of this project, with the project LRIP funding capped at \$1,250,000. The LRIP project funding requires the execution of a MNDOT grant agreement before the LRIP funds can be authorized.</p> <p>On October 20, 2022, bids were received for replacement of the existing bituminous pavement with concrete pavement. Four bids were received with the apparent low bid in the amount of \$3,790,693.55. The engineer's estimate was approximately \$3,123,900. At the November 7, 2022 meeting, the City Council rejected all bids received and authorized City staff to proceed with redesigning the project to a bituminous mill and overlay project to be bid in 2023.</p> <p>At the January 24, 2023 meeting, the City Council authorized advertisement for bids for the bituminous mill and overlay project. Bids were received on March 7, 2023, for the above-referenced project.</p>
Fiscal Impact:	<p>The project is included in the 2023 capital improvement plan (CIP). The City has been awarded a maximum Local Road Improvement Program (LRIP) grant award in the amount of \$1,250,000 towards construction of the project.</p> <p>1) <u>Consider Resolution Accepting Bid (Awarding Contract):</u> Bids were received on March 7, 2023, for the above-referenced project. Two bids were received as shown on the attached resolution awarding contract. The apparent low bid was received from Duinick, Inc. of Prinsburg, Minnesota, in the amount of \$1,374,151.96. The engineer's estimate for this project was \$1,554,082.90. The estimated total project cost including 5% allowance for contingencies and 16% for engineering and administrative costs is \$1,673,717.09.</p> <p>2) <u>Consider Resolution Authorizing Execution of Grant Agreement No. 1051694:</u> MnDOT announced on December 2, 2020 that the agency would be soliciting applications for Local Road Improvement Program (LRIP) grants. The 2020 bonding bill included \$75 million in undesignated LRIP funds to be awarded to local units of government on a competitive basis. The last LRIP grant period occurred in 2018 and approximately \$34 million was made available. The City has been awarded an LRIP Grant in the amount of \$1,250,000 per MnDOT Grant Agreement 1051694.</p>

Alternative/ Variations:	No alternative actions recommended.
Recommendations:	<p>Recommendation No. 1 that the Council adopt RESOLUTION NUMBER 23-XXX, which is the “Resolution Accepting Bid (Award Contract)” for Project ST-008 / SAP No. 139-121-004: Channel Parkway Pavement Replacement Project to Duininck, Inc. of Prinsburg, Minnesota, in the amount of \$1,374,151.96.</p> <p>Recommendation No. 2 that the Council adopt RESOLUTION NUMBER 23-XXX, which is the “Resolution Authorizing Execution of MnDOT Grant Agreement No. 1051694” for the LRIP grant award in the amount of \$1,250,000 towards construction of the project.</p>

RESOLUTION NUMBER 23-_____

RESOLUTION ACCEPTING BID (AWARD CONTRACT)

WHEREAS, pursuant to an advertisement for bids for Project ST-008 / SAP No. 139-121-004: Channel Parkway Pavement Replacement Project, bids were received, opened and tabulated according to law, and the following bids were received complying with the advertisement for bids:

Bidder	Amount
Duininck, Inc. Prinsburg, MN	\$1,374,151.96
Central Specialties, Inc. Alexandria, MN	\$1,722,527.94

AND WHEREAS, it appears that Duininck, Inc. of Prinsburg, Minnesota, is the lowest responsible bidder.

NOW THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF MARSHALL, MINNESOTA:

1. The Mayor and City Clerk are hereby authorized and directed to enter into an agreement with Duininck, Inc. of Prinsburg, Minnesota, in the amount of \$1,374,151.96 according to the plans and specifications on file in the Office of the City Clerk.

Passed and adopted by the Council this 14th day of March, 2023.

Mayor

ATTEST:

City Clerk

This Instrument Drafted by:
Jason R. Anderson, P.E.; Director of Public Works/City Engineer