



CITY OF MARSHALL AGENDA ITEM REPORT

Meeting Date:	Tuesday, August 27, 2019
Category:	NEW BUSINESS
Type:	ACTION
Subject:	Rejection of Bid for Demolition of Building Structures in Block 11 (100, 102, 110 West Main Street).
Background Information:	<p>This project involves the demolition and removal of the building structures and foundations at the following locations:</p> <ul style="list-style-type: none">A. 100 West Main Street – Marshall Taxi BuildingB. 102 West Main Street – Car Toyz BuildingC. 110 West Main Street – Middleton Building <p>One bid was received on August 21, 2019 for the above-referenced project from Landwehr Construction, Inc. of St. Cloud, Minnesota, in the amount of \$106,300.00.</p> <p>The bidder did not acknowledge receipt of Addendum No. 1 concerning revisions dated August 8, 2019, a requirement of the bid proposal. City staff contacted the owner of Landwehr Construction, Inc., and he indicated that they did include the requirements of the addendum in the bid but did not acknowledge the receipt of the addendum as required on the bid sheet.</p> <p>We did not provide an engineer’s estimate for the demolition project, like we do provide for construction projects, as we did not have demolition information in our database that would estimate what the demolition cost would be.</p> <p>As the sole bidder did not submit the information requiring the receipt of the addendum, and we don’t have comparisons for reasonable prices for this work, we are recommending that the Council reject the bids and authorize City staff to proceed with the rebid of the project or solicitation of proposals in accordance with the current Administrative Policy related to Purchasing revised March 22, 2016.</p>
Fiscal Impact:	None.
Alternative/ Variations:	that the Council waive the irregularity of the receipt of Addendum No. 1 and award the project to Landwehr Construction, Inc. of St. Cloud, Minnesota, in the amount of \$106,300.00.
Recommendations:	that the Council reject the bid for the Demolition of Building Structures in Block 11 (100, 102, 110 West Main Street) and authorize City staff to proceed with the rebid of the project or solicitation of proposals.