



AGENDA MEMORANDUM

CONTACT: CLIF CUSTER

SUBJECT: CONSTRUCTION CONTRACT AWARD

SUMMARY:

The process of project design, environmental investigations, advertisement for bid, and bid submission for the CDBG-MIT MOD Project has been completed. The award of a construction contract to a bidding contractor is now required to move the project forward.

BACKGROUND INFORMATION:

The CDBG – MIT MOD Grant is a zero-match financial allocation provided to the City of Richwood based on property loss resulting from flooding experienced during Hurricane Harvey. Richwood was allotted roughly \$2,400,000.00 under this grant. After money paid out for engineering design, bidding services, estimated RPR (Resident Project Representative) services, and grant admin services, Richwood has a remainder of \$2,000,000.00 for actual construction.

The two main criteria that qualify projects for this grant were LMI (Low to Moderate Income) as well as established areas that suffered significant property loss resulting from Harvey flooding. The construction aspects of this project were separated into two distinct categories, Base Bid and Bid Alternate. These aspects include the following for Briar Creek, Quail Run, and Four Oaks:

Base Bid – Pavement and drainage reconstruction. Water infrastructure replacement regarding main tie-ins to adjacent water mains and replacement of existing water services.

Bid Alternate – Replacement of all existing water mains within the project area.

On 10/01/2024 the City of Richwood hosted a Bid Opening for the CDBG – MIT MOD Grant Project. Richwood received three separate bids for the project. The bids that were submitted for the project are as follows:

Matula and Matula Construction, Inc.

Base Bid = \$1,681,336.20

Bid Alternate = \$212,113.70

Total Bid = \$1,893,449.90

Cracon, Inc. dba Statewide Services, Inc.

Base Bid = \$2,366,015.00

Bid Alternate = \$276,872.00

Total Bid = \$2,642,887.00

HTI Construction, Inc.

Base Bid = \$2,469,028.00

Bid Alternate = \$196,689.00

Total Bid = \$2,665,717.00

The difference between the apparent low bidder (Matula and Matula) and remaining money for construction totals \$106,550.00. The goal for this money is to retain it to compensate for any construction change orders in the event change orders are required. If no significant change orders present themselves during construction, the intent for these remaining funds is to add resiliency in the form of thicker pavement profiles or additional subgrade treatment.

ISSUE:

None.

FISCAL IMPACT:

None.

RECOMMENDATION:

Motion to award the GLO CDBG-MIT MOD Contract No. 24-065-013-E170 to Matula and Matula Construction, Inc.