

# CITY COUNCIL ACTION FORM

DEPARTMENT Public Works PRESENTED BY David Lady - Public Works Director

DATE March 15, 2022

#### <u>ITEM</u>

Council Action - Pasquale Springs Improvement Project Bid Rejection

Consent Agenda

## BACKGROUND

The City of Salida has improvements planned for the Pasquale Springs source water site. The project includes reconstruction of the disinfection, storage, and pumping facilities for the site. Bids for the project were received on February 8<sup>th</sup>, 2022. Two bids were received, however, only one was identified to be fully responsive. The responsive bid exceeded the engineers estimate and budget for the project.

The engineer and staff provided a detailed review of the bids and recommend rejection of the bid due to only receiving one responsive bid and it being considerably over budget. Staff has subsequently submitted an application to DOLA for EIAF grant funding and is also in the process of reviewing federal infrastructure funding that is expected to become available this summer. Staff is working with the engineer on the project to identify value engineering measures and construction schedule considerations that are expected to provide additional cost savings and bidder interest.

The current bid remains open for 60 days unless the City awards or rejects the bid.

# FISCAL NOTE

The 2022 budget for Pasquale Springs improvements is as follows:

\$2,500,000 (20-34-6024-3)

\$750,000 (\$375,000 Grant) is being pursued through the DOLA EIAF program

### STAFF RECOMMENDATION

Reject bid for the Pasquale Springs Improvement Project.

### SUGGESTED MOTION

A Council person should make a motion to "combine and approve the items on the consent agenda."