



CITY COUNCIL AGENDA REPORT

TO: Kate Thunstrom, City Administrator
FROM: Craig Jochum, City Engineer
SUBJECT: Accepting Bids and Awarding Contract for the 2025 Street Reconstruction Project
DATE: April 21, 2025

OVERVIEW:

Staff received bids for the 2025 Street Reconstruction Project. The bids were opened on April 8, 2025 at 10:00 a.m. at the City Hall. A total of eight bids were received. The bids were as follows:

<u>Contractor</u>	<u>Bid Amount</u>
North Valley, Inc.	\$1,203,538.52
Douglas-Kerr Underground, L.L.C	\$1,220,963.45
Kuechle Underground Inc.	\$1,240,384.75
Northwest	\$1,245,984.33
Park Construction Company	\$1,361,934.52
J.R. Ferche, Inc.	\$1,549,447.45
Bituminous Roadways Inc.	\$1,664,030.62
Dresel Contracting Inc.	\$2,185,334.12

The bid tabulation is included as Attachment 1. The engineers estimate for this project was \$1,343,034. This project includes the improvements shown on Attachment 2 and are described as follows:

Project Area 1: Project Area 1 includes the reconstruction of Woodbine Street from Bridge Street and Rum River Boulevard and 229th Lane from Ambassador Boulevard to Rum River Boulevard.

Project Area 2: Project Area 2 will include the construction of a new 37 stall city owned parking lot off Woodbine Street.

Project Area 3: Project Area 3 will consist of street surface improvements on 233rd Avenue from Highway 47 to Ambassador Boulevard and 229th Avenue from Highway 47 to Ambassador Boulevard.

Liquor Store: As part of a project addendum, staff received pricing for improvements needed in the liquor store parking lot. The improvements include replacing 37 feet of concrete curb and gutter on the west side of the store and constructing new concrete curb and gutter and a storm sewer system on the north boundary of the parking lot. The parking lot improvements are shown on Attachment 3.

ACTION TO BE CONSIDERED:

The attached resolution accepts the bids and awards the contract to North Valley, Inc. in the amount of \$1,203,538.52. Consideration to adopt Resolution 2025-XX Resolution Accepting Bids and Awarding Contract.

BUDGET IMPLICATION:

This project will be financed with Municipal State Aid Funds and Local Funds. A summary of the construction cost for each component of the project and the funding source is as follows:

Funding Source	Bid Amount	Feasibility Amount
Street Construction – Municipal State Aid Fund	\$771,290	\$750,847
Watermain Improvements – Water Fund	\$223,120	\$236,440
Stormwater – Stormwater Fund	\$83,924	\$188,983
Parking Lot – Local Funds	\$100,434	\$133,898
Liquor Store – Local Funds	\$24,770	0
Total	\$1,203,538	\$1,310,168

These funds are available and appropriate for this project. The project low bid was below the feasibility estimated construction costs and is 10.4 % lower than the engineers estimate.

Attachments:

- Bid Tabulation
- Project Location Map
- Liquor Store Parking Lot Improvements
- Resolution 2025 - 20