CITY OF DES MOINES COmmunication Office of the City Manager	Agenda Item No. Roll Call No. Communication No.	<u>11-971</u>
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AGENDA HEADING:

Reject all bids on Tonawanda Drive Ravine Improvements.

SYNOPSIS:

Recommend the City Council reject all bids received on May 10, 2011, because three bids were received and the lowest responsive, responsible bid submitted by Corell Contractor, Inc., Grant S. Corell, President, 1300 Lincoln Street, West Des Moines, Iowa 50265, in the amount of \$3,084,601 was 28% over the estimate of \$2,400,000, and exceeded the project budget. This project will provide solutions for the ongoing erosion and stream degradation that is occurring along both the east-west and north-south reaches of Tonawanda Drive. Stabilizing these channels will prevent any further damage to sanitary sewer lines and the Tonawanda Drive roadway. Sewer Enterprise Division and Engineering Department staff has reevaluated the overall project scope and design, and have submitted a reduced project scope for rebidding. The City Engineer recommends that the reduced project be rebid, and by separate Council action, is recommending a rebidding date of June 28, 2011.

FISCAL IMPACT:

Amount: N/A

<u>Funding Source</u>: 2011-2012 CIP, Tonawanda Ravines, STE082, Page Storm-17, Being: \$748,036.10 Storm Water Utility Funds; \$700,000 in I-JOBS II Targeted Disaster Relief Grant funds (\$700,000 maximum); \$202,514 from Asphaltic Paving Restoration Program, STR003, Page Street-5 for Tonawanda Drive resurfacing; \$98,423 from City-wide Sanitary Sewers, SAE054, Page Sanitary-7 for sanitary sewer protection; \$119,026.90 from Des Moines Water Works; with a transfer of \$400,000 of Storm Water Utility Funds from Hamilton Drainage Area Improvements, STE133, Page Storm-11.

ADDITIONAL INFORMATION:

The City Engineer recommends rejection of all bids because three bids were received and the lowest responsive, responsible bid submitted by Corell Contractor, Inc., in the amount of \$3,084,601 was 28% over the estimate of \$2,400,000, and exceeded the project budget. The Sewer Enterprise Division desired to coordinate with the design consultant to reevaluate the storm water issues and project scope and phasing. A determination will be made as to proceeding with one of the three locations in the original project scope and completing the improvements at the remaining two locations in a later phase when funding is identified for these improvements.

On April 25, 2011, under Roll Call No. 11-0653, the City Council received and filed plans,

specifications, form of contract documents and City Engineer's estimate for the construction of the Tonawanda Drive Ravine Improvements. The improvement includes the stabilization of stream banks, construction of storm sewer, intakes, manholes, water mains, curb and gutter, scarification and HMA overlay, seeding, sodding and other incidental items; in accordance with the contract documents, including Plan File Nos. 531-028/104, located on Tonawanda Drive between 42nd Street and Grand Avenue, Des Moines Iowa.

Sealed bids for said improvement were submitted by the following bidders:

Elder Corporation, Des Moines, IA, bid withdrawn by bidder Corell Contractor, Inc., West Des Moines, IA McAninch Corporation, Des Moines, IA

The bids were received and opened at a public meeting presided over by the City Engineer in the City Council Chambers, 2nd Floor, City Hall, 400 Robert D. Ray Drive, Des Moines, Iowa at 11:00 a.m. on May 10, 2011.

On May 23, 2011, under Roll Call No. 11-0935, the hearing on the plans, specifications, form of contract documents and Engineer's estimate of construction cost for said improvement was closed and the bids were received and filed.

The City Engineer recommends rejection of all bids because three bids were received and the lowest responsive, responsible bid submitted by Corell Contractor, Inc., in the amount of \$3,084,601 was 28% over the project estimate of \$2,400,000, and exceeded the project budget. The City Engineer recommends that the project be rebid, and by separate Council action, is recommending a rebidding date of June 28, 2011.

PREVIOUS COUNCIL ACTION(S):

Date: May 23, 2011

Roll Call Number: 11-0935

<u>Action</u>: <u>On</u> Tonawanda Drive Improvements: Resolution approving plans, specifications, form of contract documents, Engineer's estimate and to receive and file bids. (<u>Council Communication No. 11-309</u>) Moved by Hensley to adopt; refer to the City Manager to identify areas in Des Moines without storm sewers, and discuss this at a workshop. Motion Carried 7-0.

Date: April 25, 2011

Roll Call Number: 11-0653

<u>Action</u>: Ordering construction of the following: (B) <u>Tonawanda</u> Drive Ravine Improvements: Receiving of bids, (5-10-11), Setting date of hearing, (5-23-11). (Construction Estimate - \$2,400,000). (<u>Council Communication No. 11-242</u>) Moved by Hensley to adopt. Motion Carried 7-0.

BOARD/COMMISSION ACTION(S): NONE

ANTICIPATED ACTIONS AND FUTURE COMMITMENTS:

Redesign the project and present resolutions to City Council to authorize bids in the future.

For more information on this and other agenda items, please call the City Clerk's Office at 515-283-4209 or visit the Clerk's Office on the second floor of City Hall, 400 Robert D. Ray Drive. Council agendas are available to the public at the City Clerk's Office on Thursday afternoon preceding Monday's Council meeting. Citizens can also request to receive meeting notices and agendas by email by calling the Clerk's Office or sending their request via email to cityclerk@dmgov.org.