

ITEM#: 14
DATE: 11-13-18

COUNCIL ACTION FORM

SUBJECT: FY 2018/19 CONCRETE CRUSHING PROGRAM

BACKGROUND:

This contract is for crushing concrete for the 2018/19 fiscal year. Salvaged and stockpiled concrete from various street projects is crushed into various sizes to be reused for other projects. The contract is based on an estimated 8,000 tons being crushed.

On April 24, 2018 City Council awarded this project to Reilly Construction Co. Inc., of Ossian, IA in the amount of \$51,000. During crushing activities, the contractor was able to make significant progress in reducing the volume of stockpiled concrete through efficient use of the contractor's equipment. This allowed more concrete to be crushed than initially anticipated. This excess crushed amount will serve maintenance and capital project needs. Therefore, a change order in the amount of **\$18,262** is necessary.

Because this change order is more than 20% of the original bid amount, the change order requires City Council approval. This will bring the total amount of concrete crushing to **\$69,262**. Funding is identified in the FY 2018/19 operating budget in the amount of \$50,000 and \$20,000 in savings from the curb and gutter and downtown streetscaping programs bringing **total available funding to \$70,000**.

ALTERNATIVES:

1. Approve Change Order No. 1 in the amount of \$18,262 for the 2018/19 Concrete Crushing Program.
2. Direct Staff to make changes to the program.

MANAGER'S RECOMMENDED ACTION:

The extra work under this contract resulted in additional crushed material being available for use in maintenance and capital projects and supports a green solution in utilizing the recycled materials.

Therefore, it is the recommendation of the City Manager that the City Council adopt Alternative No. 1, as noted above.