

**COUNCIL ACTION FORM**

**SUBJECT:** AWARD OF CONTRACT FOR ANNUAL CONCRETE & ASPHALT CRUSHING FOR FISCAL YEAR 2019/20.

**BACKGROUND:**

This contract is for crushing concrete and asphalt for the 2019/20 fiscal year. Salvaged and stockpiled concrete and asphalt from various street projects will be crushed into various sizes to be reused for other projects. The approved FY 2019/20 operating budget includes \$60,000 for concrete and asphalt crushing and staff estimates a total of 8,000 tons of materials will be crushed.

The following bid was received on March 26, 2019:

<b><u>Bidder</u></b>	<b><u>TOTAL EST. COST (FY 2019/20)</u></b>	<b><u>OPTIONAL EXTENSION (FY 2020/21)</u></b>
Reilly Construction Co., Inc. Ossian, IA	\$51,800	\$53,000

**ALTERNATIVES:**

1. Award the contract for FY 2019/20 concrete and asphalt crushing to Reilly Construction Co., Inc., Ossian, IA, in the amount of \$51,800.
2. Reject this bid and attempt to obtain the required services on an as-needed basis.

**MANAGER'S RECOMMENDED ACTION:**

The approved FY 2019/20 operating budget includes \$60,000 for concrete and asphalt crushing. The estimated cost of this contract, based on a quantity of 8,000 tons, is \$51,800. If usage exceeds the budgeted amount, the operating budget will be amended using savings from the curb and gutter program.

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